

1 **ESSB 5943** - H AMD TO H AMD (H-3027.1) **825 WITHDRAWN 4/13/95**
2 By Representatives Ballasiotes and Van Luven

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4 On page 17, after line 2 of the amendment, insert the
5 following:

6 "Sec. 17. RCW 39.42.060 and 1993 c 52 ú 1; 1989 1st ex.s. c 14
7 ú 17; 1989 c 356 ú 7; 1983 1st ex.s. c 36 ú 1; 1979 ex.s. c 204 ú
8 1; and 1971 ex.s. c 184 ú 6 are each amended to read as follows:

9 No bonds, notes, or other evidences of indebtedness for
10 borrowed money shall be issued by the state which will cause the
11 aggregate debt contracted by the state to exceed that amount for
12 which payments of principal and interest in any fiscal year would
13 require the state to expend more than seven percent of the
14 arithmetic mean of its general state revenues, as defined in
15 section 1(c) of Article VIII of the Washington state Constitution
16 for the three immediately preceding fiscal years as certified by
17 the treasurer in accordance with RCW 39.42.070. It shall be the
18 duty of the state finance committee to compute annually the amount
19 required to pay principal of and interest on outstanding debt. In
20 making such computation, the state finance committee shall include
21 all borrowed money represented by bonds, notes, or other evidences
22 of indebtedness which are secured by the full faith and credit of
23 the state or are required to be paid, directly or indirectly, from
24 general state revenues and which are incurred by the state, any
25 department, authority, public corporation or quasi public
26 corporation of the state, any state university or college, or any
27 other public agency created by the state but not by counties,
28 cities, towns, school districts, or other municipal corporations,
29 and shall include debt incurred pursuant to section 3 of Article
30 VIII of the Washington state Constitution, but shall exclude the
31 following:

1 (1) Obligations for the payment of current expenses of state
2 government;

3 (2) Indebtedness incurred pursuant to RCW 39.42.080 or
4 39.42.090;

5 (3) Principal of and interest on bond anticipation notes;

6 (4) Any indebtedness which has been refunded;

7 (5) Financing contracts entered into under chapter 39.94 RCW;

8 (6) Indebtedness authorized or incurred before July 1, 1993,
9 pursuant to statute which requires that the state treasury be
10 reimbursed, in the amount of the principal of and the interest on
11 such indebtedness, from money other than general state revenues or
12 from the special excise tax imposed pursuant to chapter 67.40 RCW;

13 (7) Indebtedness authorized and incurred after July 1, 1993,
14 pursuant to statute that requires that the state treasury be
15 reimbursed, in the amount of the principal of and the interest on
16 such indebtedness, from (a) moneys outside the state treasury,
17 except higher education operating fees, (b) higher education
18 building fees, (c) indirect costs recovered from federal grants and
19 contracts, ~~((and))~~ (d) fees and charges associated with hospitals
20 operated or managed by institutions of higher education, and (e)
21 the special excise tax imposed pursuant to chapter 67.40 RCW; and

22 (8) Any agreement, promissory note, or other instrument
23 entered into by the state finance committee under RCW 39.42.030 in
24 connection with its acquisition of bond insurance, letters of
25 credit, or other credit support instruments for the purpose of
26 guaranteeing the payment or enhancing the marketability, or both,
27 of any state bonds, notes, or other evidence of indebtedness.

28 To the extent necessary because of the constitutional or
29 statutory debt limitation, priorities with respect to the issuance
30 or guaranteeing of bonds, notes, or other evidences of indebtedness
31 by the state shall be determined by the state finance committee."
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5943-S.E AMH BALS ROBI 42

1 Renumber the remaining sections consecutively, correct
2 internal references accordingly, and correct the title amendment
3 accordingly.

EFFECT: State bonds for the Washington State Convention and Trade Center paid from Hotel/Motel tax revenues are exempt from the state 7% debt limit.