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**SENATE BILL 5342**

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**State of Washington**                      **57th Legislature**                      **2001 Regular Session**

**By** Senators Fairley and Zarelli; by request of Governor Locke

Read first time 01/19/2001. Referred to Committee on Ways & Means.

1            AN ACT Relating to state general obligation bonds and related  
2 accounts; adding a new chapter to Title 43 RCW; and declaring an  
3 emergency.

4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

5            NEW SECTION.    **Sec. 1.** For the purpose of providing funds to  
6 finance the projects described and authorized by the legislature in the  
7 capital and operating appropriation acts for the 2001-2003 fiscal  
8 biennium, and all costs incidental thereto, the state finance committee  
9 is authorized to issue general obligation bonds of the state of  
10 Washington in the sum of nine hundred fifty-six million seven hundred  
11 twenty-five thousand dollars, or as much thereof as may be required, to  
12 finance these projects and all costs incidental thereto. Bonds  
13 authorized in this section may be sold at such price as the state  
14 finance committee shall determine. No bonds authorized in this section  
15 may be offered for sale without prior legislative appropriation of the  
16 net proceeds of the sale of the bonds.

17            NEW SECTION.    **Sec. 2.** The proceeds from the sale of the bonds  
18 authorized in section 1 of this act shall be deposited in the state

1 building construction account created by RCW 43.83.020. The proceeds  
2 shall be transferred as follows:

3 (1) Eight hundred four million dollars to remain in the state  
4 building construction account created by RCW 43.83.020;

5 (2) Twenty-two million five hundred thousand dollars to the outdoor  
6 recreation account created by RCW 79A.25.060;

7 (3) Twenty-two million five hundred thousand dollars to the habitat  
8 conservation account created by RCW 79A.15.020;

9 (4) Fifty million dollars to the state taxable building  
10 construction account which is hereby established in the state treasury.  
11 All receipts from taxable bond issues are to be deposited into the  
12 account. Moneys in the account may be spent only after appropriation;

13 (5) Twenty-nine million twenty-five thousand dollars to the higher  
14 education construction account created by RCW 28B.140.040.

15 These proceeds shall be used exclusively for the purposes specified  
16 in this section and for the payment of expenses incurred in the  
17 issuance and sale of the bonds issued for the purposes of this section,  
18 and shall be administered by the office of financial management subject  
19 to legislative appropriation.

20 NEW SECTION. **Sec. 3.** (1) The debt-limit general fund bond  
21 retirement account shall be used for the payment of the principal of  
22 and interest on the bonds authorized in section 2 (1), (2), (3), and  
23 (4) of this act.

24 (2) The state finance committee shall, on or before June 30th of  
25 each year, certify to the state treasurer the amount needed in the  
26 ensuing twelve months to meet the bond retirement and interest  
27 requirements on the bonds authorized in section 2 (1), (2), (3), and  
28 (4) of this act.

29 (3) On each date on which any interest or principal and interest  
30 payment is due on bonds issued for the purposes of section 2 (1), (2),  
31 (3), and (4) of this act the state treasurer shall withdraw from any  
32 general state revenues received in the state treasury and deposit in  
33 the debt-limit general fund bond retirement account an amount equal to  
34 the amount certified by the state finance committee to be due on the  
35 payment date.

1        NEW SECTION.    **Sec. 4.**    (1) The nondebt-limit reimbursable bond  
2 retirement account shall be used for the payment of the principal of  
3 and interest on the bonds authorized in section 2(5) of this act.

4        (2) The state finance committee shall, on or before June 30th of  
5 each year, certify to the state treasurer the amount needed in the  
6 ensuing twelve months to meet the bond retirement and interest  
7 requirements on the bonds authorized in section 2(5) of this act.

8        (3) On each date on which any interest or principal and interest  
9 payment is due on bonds issued for the purposes of section 2(5) of this  
10 act, the board of regents of the University of Washington shall cause  
11 to be paid out of University of Washington nonappropriated local funds  
12 to the state treasurer for deposit into the nondebt-limit reimbursement  
13 bond retirement account the amount computed in subsection (2) of this  
14 section for bonds issued for the purposes of section 2(5) of this act.

15        NEW SECTION.    **Sec. 5.**    (1) Bonds issued under sections 1 through 4  
16 of this act shall state that they are a general obligation of the state  
17 of Washington, shall pledge the full faith and credit of the state to  
18 the payment of the principal thereof and the interest thereon, and  
19 shall contain an unconditional promise to pay the principal and  
20 interest as the same shall become due.

21        (2) The owner and holder of each of the bonds or the trustee for  
22 the owner and holder of any of the bonds may by mandamus or other  
23 appropriate proceeding require the transfer and payment of funds as  
24 directed in this section.

25        NEW SECTION.    **Sec. 6.**    The legislature may provide additional means  
26 for raising moneys for the payment of the principal of and interest on  
27 the bonds authorized in section 1 of this act, and sections 2 through  
28 4 of this act shall not be deemed to provide an exclusive method for  
29 the payment.

30        NEW SECTION.    **Sec. 7.**    The bonds authorized in section 1 of this  
31 act shall be a legal investment for all state funds or funds under  
32 state control and for all funds of any other public body.

33        NEW SECTION.    **Sec. 8.**    If any provision of this act or its  
34 application to any person or circumstance is held invalid, the

1 remainder of the act or the application of the provision to other  
2 persons or circumstances is not affected.

3 NEW SECTION. **Sec. 9.** Sections 1 through 7 of this act constitute  
4 a new chapter in Title 43 RCW.

5 NEW SECTION. **Sec. 10.** This act is necessary for the immediate  
6 preservation of the public peace, health, or safety, or support of the  
7 state government and its existing public institutions, and takes effect  
8 immediately.

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