
SUBSTITUTE SENATE BILL 6093

State of Washington

59th Legislature

2005 Regular Session

By Senate Committee on Ways & Means (originally sponsored by Senators Fraser and Hewitt; by request of Office of Financial Management)

READ FIRST TIME 04/04/05.

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 2003-2005 and 2005-
8 2007 fiscal bienniums, and all costs incidental thereto, the state
9 finance committee is authorized to issue general obligation bonds of
10 the state of Washington in the sum of one billion two hundred seventeen
11 million dollars, or as much thereof as may be required, to finance
12 these projects and all costs incidental thereto. Bonds authorized in
13 this section may be sold at such price as the state finance committee
14 shall determine. No bonds authorized in this section may be offered
15 for sale without prior legislative appropriation of the net proceeds of
16 the sale of the bonds.

17 NEW SECTION. **Sec. 2.** The proceeds from the sale of the bonds

1 authorized in section 1 of this act shall be deposited in the state
2 building construction account created by RCW 43.83.020. The proceeds
3 shall be transferred as follows:

4 (1) One billion fifty million nine hundred thousand dollars to
5 remain in the state building construction account created by RCW
6 43.83.020;

7 (2) Twenty-three million five hundred thousand dollars to the
8 outdoor recreation account created by RCW 79A.25.060;

9 (3) Twenty-three million five hundred thousand dollars to the
10 habitat conservation account created by RCW 79A.15.020;

11 (4) Eighty-two million five hundred thousand dollars to the state
12 taxable building construction account. All receipts from taxable bond
13 issues are to be deposited into the account. If the state finance
14 committee deems it necessary to issue more than the amount specified in
15 this subsection (4) as taxable bonds in order to comply with federal
16 internal revenue service rules and regulations pertaining to the use of
17 nontaxable bond proceeds, the proceeds of such additional taxable bonds
18 shall be transferred to the state taxable building construction account
19 in lieu of any transfer otherwise provided by this section. The state
20 treasurer shall submit written notice to the director of financial
21 management if it is determined that any such additional transfer to the
22 state taxable building construction account is necessary. Moneys in
23 the account may be spent only after appropriation.

24 These proceeds shall be used exclusively for the purposes specified
25 in this section and for the payment of expenses incurred in the
26 issuance and sale of the bonds issued for the purposes of this section,
27 and shall be administered by the office of financial management subject
28 to legislative appropriation.

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

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

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

8 NEW SECTION. **Sec. 4.** (1) Bonds issued under sections 1 through 3
9 of this act shall state that they are a general obligation of the state
10 of Washington, shall pledge the full faith and credit of the state to
11 the payment of the principal thereof and the interest thereon, and
12 shall contain an unconditional promise to pay the principal and
13 interest as the same shall become due.

14 (2) The owner and holder of each of the bonds or the trustee for
15 the owner and holder of any of the bonds may by mandamus or other
16 appropriate proceeding require the transfer and payment of funds as
17 directed in this section.

18 NEW SECTION. **Sec. 5.** The legislature may provide additional means
19 for raising moneys for the payment of the principal of and interest on
20 the bonds authorized in section 1 of this act, and sections 2 and 3 of
21 this act shall not be deemed to provide an exclusive method for the
22 payment.

23 NEW SECTION. **Sec. 6.** Sections 1 through 5 of this act constitute
24 a new chapter in Title 43 RCW.

25 NEW SECTION. **Sec. 7.** If any provision of this act or its
26 application to any person or circumstance is held invalid, the
27 remainder of the act or the application of the provision to other
28 persons or circumstances is not affected.

29 NEW SECTION. **Sec. 8.** This act is necessary for the immediate
30 preservation of the public peace, health, or safety, or support of the
31 state government and its existing public institutions, and takes effect

1 immediately.

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