
HOUSE BILL 1468

State of Washington

69th Legislature

2025 Regular Session

By Representatives Macri and Ormsby; by request of Office of Financial Management

Read first time 01/21/25. Referred to Committee on Appropriations.

1 AN ACT Relating to accounts; amending RCW 19.285.060, 43.07.370,
2 43.330.400, 48.160.020, and 69.51A.230; amending 1931 c 97 s 2
3 (uncodified); reenacting and amending RCW 43.79A.040, 43.79A.040,
4 43.84.092, and 43.84.092; creating a new section; repealing RCW
5 13.40.560, 19.385.030, 28B.50.286, 43.07.388, 43.19.035, 43.63A.766,
6 43.79A.041, 43.83.360, 43.135.045, 47.76.450, 48.160.005, and
7 82.32.800; providing effective dates; providing expiration dates; and
8 declaring an emergency.

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

10 NEW SECTION. **Sec. 1.** The following acts or parts of acts are
11 each repealed:

12 (1) RCW 13.40.560 (Juvenile accountability incentive account) and
13 2017 3rd sp.s. c 6 s 624 & 1999 c 182 s 1;

14 (2) RCW 19.385.030 (Internet consumer access account) and 2018 c
15 5 s 3;

16 (3) RCW 28B.50.286 (Opportunity express account) and 2010 1st
17 sp.s. c 24 s 5;

18 (4) RCW 43.07.388 (Washington state flag account) and 2009 c 71 s
19 2;

20 (5) RCW 43.19.035 (Commemorative works account) and 2011 1st
21 sp.s. c 43 s 203 & 2005 c 16 s 1;

- 1 (6) RCW 43.63A.766 (Building communities fund account) and 2008 c
2 327 s 14;
- 3 (7) RCW 43.79A.041 (Millersylvania park trust fund—Investment
4 authority) and 2012 c 187 s 12.
- 5 (8) RCW 43.83.360 (State social and health services construction
6 account—Definition) and 2015 1st sp.s. c 4 s 36, 1991 sp.s. c 13 s
7 56, 1985 c 57 s 49, & 1975-'76 2nd ex.s. c 125 s 3;
- 8 (9) RCW 43.135.045 (Education construction fund—Appropriation
9 conditions) and 2016 sp.s. c 36 s 934 & 2013 2nd sp.s. c 9 s 5;
- 10 (10) RCW 47.76.450 (Produce railcar pool account) and 2003 c 191
11 s 6;
- 12 (11) RCW 48.160.005 (Guaranteed asset protection waiver account)
13 and 2009 c 334 s 10; and
- 14 (12) RCW 82.32.800 (Contributions of high-technology research and
15 development tax credit—Opportunity expansion account) and 2011 1st
16 sp.s. c 13 s 10.

17 **Sec. 2.** RCW 19.285.060 and 2021 c 79 s 2 are each amended to
18 read as follows:

19 (1) Except as provided in subsection (2) of this section, a
20 qualifying utility that fails to comply with the energy conservation
21 or renewable energy targets established in RCW 19.285.040 shall pay
22 an administrative penalty to the state of Washington in the amount of
23 fifty dollars for each megawatt-hour of shortfall. Beginning in 2007,
24 this penalty shall be adjusted annually according to the rate of
25 change of the inflation indicator, gross domestic product-implicit
26 price deflator, as published by the bureau of economic analysis of
27 the United States department of commerce or its successor.

28 (2) A qualifying utility that does not meet an annual renewable
29 energy target established in RCW 19.285.040(2) or biennial
30 acquisition target for cost-effective conservation in RCW
31 19.285.040(1) is exempt from the administrative penalty in subsection
32 (1) of this section for that year if the commission for investor-
33 owned utilities or the auditor for all other qualifying utilities
34 determines that the utility complied with RCW 19.285.040 (1)(e) or
35 (2) (d) or (i) or 19.285.050(1).

36 (3) A qualifying utility must notify its retail electric
37 customers in published form within three months of incurring a

1 penalty regarding the size of the penalty and the reason it was
2 incurred.

3 (4) The commission shall determine if an investor-owned utility
4 may recover the cost of this administrative penalty in electric
5 rates, and may consider providing positive incentives for an
6 investor-owned utility to exceed the targets established in RCW
7 19.285.040.

8 ~~(5) ((Administrative penalties collected under this chapter shall
9 be deposited into the energy independence act special account which
10 is hereby created. All receipts from administrative penalties
11 collected under this chapter must be deposited into the account.
12 Expenditures from the account may be used only for the purchase of
13 renewable energy credits or for energy conservation projects at
14 public facilities, local government facilities, community colleges,
15 or state universities. The state shall own and retire any renewable
16 energy credits purchased using moneys from the account. Only the
17 director of enterprise services or the director's designee may
18 authorize expenditures from the account. The account is subject to
19 allotment procedures under chapter 43.88 RCW, but an appropriation is
20 not required for expenditures.~~

21 ~~(6))~~ For a qualifying utility that is an investor-owned utility,
22 the commission shall determine compliance with the provisions of this
23 chapter and assess penalties for noncompliance as provided in
24 subsection (1) of this section.

25 ~~((7))~~ (6) For qualifying utilities that are not investor-owned
26 utilities, the auditor is responsible for auditing compliance with
27 this chapter and rules adopted under this chapter that apply to those
28 utilities and the attorney general is responsible for enforcing that
29 compliance.

30 **Sec. 3.** RCW 43.07.370 and 2019 c 448 s 8 are each amended to
31 read as follows:

32 (1) The secretary of state may solicit and accept gifts, grants,
33 conveyances, bequests, and devises of real or personal property, or
34 both, in trust or otherwise, and sell, lease, exchange, invest, or
35 expend these donations or the proceeds, rents, profits, and income
36 from the donations except as limited by the donor's terms.

37 (2) Moneys received under this section may be used only for the
38 following purposes:

39 (a) Conducting the Washington state legacy project;

1 (b) Archival activities;

2 (c) Washington state library activities;

3 (d) Development, construction, and operation of the Washington
4 state library-archives building; and

5 (e) Donation of Washington state flags.

6 (3)(a) Moneys received under subsection (2)(a) through (c) of
7 this section must be deposited in the Washington state legacy
8 project, state library, and archives account established in RCW
9 43.07.380.

10 (b) Moneys received under subsection (2)(d) of this section must
11 be deposited in the Washington state library-archives building
12 account created in RCW 43.07.410.

13 (c) Moneys received under subsection (2)(e) of this section must
14 be deposited in the (~~Washington state flag account~~) secretary of
15 state's revolving fund created in RCW (~~43.07.388~~) 43.07.130.

16 (4) The secretary of state shall adopt rules to govern and
17 protect the receipt and expenditure of the proceeds.

18 **Sec. 4.** RCW 43.330.400 and 2011 1st sp.s. c 43 s 603 are each
19 amended to read as follows:

20 (1) The federal broadband (~~mapping~~) account is (~~established~~)
21 created in the (~~eustody of the state treasurer~~) state treasury.
22 (~~The department shall deposit into the account such~~) All receipts
23 from funds received from legislative appropriation or transfer,
24 federal funding, and (~~donated funds from private and public~~
25 ~~sources~~) moneys directed to the account from any other lawful
26 source, must be deposited in the account. Moneys in the account may
27 be spent only after appropriation. Expenditures from the account may
28 be used only for (~~the purposes of RCW 43.330.403 through 43.330.409.~~
29 ~~Only the director of the department or the director's designee may~~
30 ~~authorize expenditures from the account. The account is subject to~~
31 ~~the allotment procedures under chapter 43.88 RCW, but an~~
32 ~~appropriation is not required for expenditures~~) broadband activities
33 authorized under federal law and for nonfederal match requirements.

34 (2) (~~The department is the single eligible entity in the state~~
35 ~~for purposes of the federal broadband mapping activities.~~

36 ~~(3)~~) Federal funding received by the department for broadband
37 (~~mapping~~) activities must be used in accordance with any federal
38 requirements and, subject to those requirements, may be distributed

1 by the department on a competitive basis to other entities in the
2 state.

3 ~~((4) The department shall consult with the office of financial
4 management and the utilities and transportation commission in
5 coordinating broadband mapping activities. In carrying out any
6 broadband mapping activities, the provisions of P.L. 110-385, Title
7 I, regarding trade secrets, commercial or financial information, and
8 privileged or confidential information submitted by the federal
9 communications commission or a broadband provider are deemed to
10 encompass the consulted agencies.))~~

11 **Sec. 5.** RCW 48.160.020 and 2009 c 334 s 3 are each amended to
12 read as follows:

13 (1) This chapter applies only to guaranteed asset protection
14 waivers for financing of motor vehicles as defined in this chapter.
15 Any person or entity must register with the commissioner before
16 marketing, offering for sale or selling a guaranteed asset protection
17 waiver, and before acting as an obligor for a guaranteed asset
18 protection waiver, in this state. However, a retail seller of motor
19 vehicles that assigns more than eighty-five percent of guaranteed
20 asset protection waiver agreements within thirty days of such
21 agreements' effective date, or an insurer authorized to transact such
22 insurance business in this state, are not required to register
23 pursuant to this section. Failure of any retail seller of motor
24 vehicles to assign one hundred percent of guaranteed asset protection
25 waiver agreements within forty-five days of such agreements'
26 effective date will result in that retail seller being required to
27 comply with the registration requirements of this chapter.

28 (2) No person may market, offer for sale, or sell a guaranteed
29 asset protection waiver, or act as an obligor on a guaranteed asset
30 protection waiver in this state without a registration as provided in
31 this chapter, except as set forth in subsection (1) of this section.

32 (3) The application for registration must include the following:

33 (a) The applicant's name, address, and telephone number;

34 (b) The identities of the applicant's executive officers or other
35 officers directly responsible for the waiver business;

36 (c) An application fee of two hundred fifty dollars, which shall
37 be deposited into the ~~((guaranteed asset protection waiver account))~~
38 general fund;

1 (d) A copy filed by the applicant with the commissioner of the
2 waivers the applicant intends to offer in this state;

3 (e) A list of all unregistered marketers of guaranteed asset
4 protection waivers on which the applicant will be the obligor;

5 (f) Such additional information as the commissioner may
6 reasonably require.

7 (4) Once registered, the applicant shall keep the information
8 required for registration current by reporting changes within thirty
9 days after the end of the month in which the change occurs.

10 **Sec. 6.** RCW 69.51A.230 and 2022 c 16 s 127 are each amended to
11 read as follows:

12 (1) The department must contract with an entity to create,
13 administer, and maintain a secure and confidential medical cannabis
14 authorization database that allows:

15 (a) A cannabis retailer with a medical cannabis endorsement to
16 add a qualifying patient or designated provider and include the
17 amount of cannabis concentrates, useable cannabis, cannabis-infused
18 products, or plants for which the qualifying patient is authorized
19 under RCW 69.51A.210;

20 (b) Persons authorized to prescribe or dispense controlled
21 substances to access health care information on their patients for
22 the purpose of providing medical or pharmaceutical care for their
23 patients;

24 (c) A qualifying patient or designated provider to request and
25 receive his or her own health care information or information on any
26 person or entity that has queried their name or information;

27 (d) Appropriate local, state, tribal, and federal law enforcement
28 or prosecutorial officials who are engaged in a bona fide specific
29 investigation of suspected cannabis-related activity that may be
30 illegal under Washington state law to confirm the validity of the
31 recognition card of a qualifying patient or designated provider;

32 (e) A cannabis retailer holding a medical cannabis endorsement to
33 confirm the validity of the recognition card of a qualifying patient
34 or designated provider;

35 (f) The department of revenue to verify tax exemptions under
36 chapters 82.08 and 82.12 RCW;

37 (g) The department and the health care professional's
38 disciplining authorities to monitor authorizations and ensure

1 compliance with this chapter and chapter 18.130 RCW by their
2 licensees; and

3 (h) Authorizations to expire six months or one year after entry
4 into the medical cannabis authorization database, depending on
5 whether the authorization is for a minor or an adult.

6 (2) A qualifying patient and his or her designated provider, if
7 any, may be placed in the medical cannabis authorization database at
8 a cannabis retailer with a medical cannabis endorsement. After a
9 qualifying patient or designated provider is placed in the medical
10 cannabis authorization database, he or she must be provided with a
11 recognition card that contains identifiers required in subsection (3)
12 of this section.

13 (3) The recognition card requirements must be developed by the
14 department in rule and include:

15 (a) A randomly generated and unique identifying number;

16 (b) For designated providers, the unique identifying number of
17 the qualifying patient whom the provider is assisting;

18 (c) A photograph of the qualifying patient's or designated
19 provider's face taken by an employee of the cannabis retailer with a
20 medical cannabis endorsement at the same time that the qualifying
21 patient or designated provider is being placed in the medical
22 cannabis authorization database in accordance with rules adopted by
23 the department;

24 (d) The amount of cannabis concentrates, useable cannabis,
25 cannabis-infused products, or plants for which the qualifying patient
26 is authorized under RCW 69.51A.210;

27 (e) The effective date and expiration date of the recognition
28 card;

29 (f) The name of the health care professional who authorized the
30 qualifying patient or designated provider; and

31 (g) For the recognition card, additional security features as
32 necessary to ensure its validity.

33 (4) (a) For qualifying patients who are eighteen years of age or
34 older and their designated providers, recognition cards are valid for
35 one year from the date the health care professional issued the
36 authorization. For qualifying patients who are under the age of
37 eighteen and their designated providers, recognition cards are valid
38 for six months from the date the health care professional issued the
39 authorization. Qualifying patients may not be reentered into the
40 medical cannabis authorization database until they have been

1 reexamined by a health care professional and determined to meet the
2 definition of qualifying patient. After reexamination, a cannabis
3 retailer with a medical cannabis endorsement must reenter the
4 qualifying patient or designated provider into the medical cannabis
5 authorization database and a new recognition card will then be issued
6 in accordance with department rules.

7 (b) A qualifying patient's registration in the medical cannabis
8 authorization database and his or her recognition card may be renewed
9 by a qualifying patient's designated provider without the physical
10 presence of the qualifying patient at the retailer if the
11 authorization from the health care professional indicates that the
12 qualifying patient qualifies for a compassionate care renewal, as
13 provided in RCW 69.51A.030. A qualifying patient receiving renewals
14 under the compassionate care renewal provisions is exempt from the
15 photograph requirements under subsection (3)(c) of this section.

16 (5) If a recognition card is lost or stolen, a cannabis retailer
17 with a medical cannabis endorsement, in conjunction with the database
18 administrator, may issue a new card that will be valid for six months
19 to one year if the patient is reexamined by a health care
20 professional and determined to meet the definition of qualifying
21 patient and depending on whether the patient is under the age of
22 eighteen or eighteen years of age or older as provided in subsection
23 (4) of this section. If a reexamination is not performed, the
24 expiration date of the replacement recognition card must be the same
25 as the lost or stolen recognition card.

26 (6) The database administrator must remove qualifying patients
27 and designated providers from the medical cannabis authorization
28 database upon expiration of the recognition card. Qualifying patients
29 and designated providers may request to remove themselves from the
30 medical cannabis authorization database before expiration of a
31 recognition card and health care professionals may request to remove
32 qualifying patients and designated providers from the medical
33 cannabis authorization database if the patient or provider no longer
34 qualifies for the medical use of cannabis. The database administrator
35 must retain database records for at least five calendar years to
36 permit the state liquor and cannabis board and the department of
37 revenue to verify eligibility for tax exemptions.

38 (7) During development of the medical cannabis authorization
39 database, the database administrator must consult with the
40 department, stakeholders, and persons with relevant expertise to

1 include, but not be limited to, qualifying patients, designated
2 providers, health care professionals, state and local law enforcement
3 agencies, and the University of Washington computer science and
4 engineering security and privacy research lab or a certified
5 cybersecurity firm, vendor, or service.

6 (8) The medical cannabis authorization database must meet the
7 following requirements:

8 (a) Any personally identifiable information included in the
9 database must be nonreversible, pursuant to definitions and standards
10 set forth by the national institute of standards and technology;

11 (b) Any personally identifiable information included in the
12 database must not be susceptible to linkage by use of data external
13 to the database;

14 (c) The database must incorporate current best differential
15 privacy practices, allowing for maximum accuracy of database queries
16 while minimizing the chances of identifying the personally
17 identifiable information included therein; and

18 (d) The database must be upgradable and updated in a timely
19 fashion to keep current with state of the art privacy and security
20 standards and practices.

21 (9)(a) Personally identifiable information of qualifying patients
22 and designated providers included in the medical cannabis
23 authorization database is confidential and exempt from public
24 disclosure, inspection, or copying under chapter 42.56 RCW.

25 (b) Information contained in the medical cannabis authorization
26 database may be released in aggregate form, with all personally
27 identifiable information redacted, for the purpose of statistical
28 analysis and oversight of agency performance and actions.

29 (c) Information contained in the medical cannabis authorization
30 database shall not be shared with the federal government or its
31 agents unless the particular qualifying patient or designated
32 provider is convicted in state court for violating this chapter or
33 chapter 69.50 RCW.

34 (10) The department must charge a one dollar fee for each initial
35 and renewal recognition card issued by a cannabis retailer with a
36 medical cannabis endorsement. The cannabis retailer with a medical
37 cannabis endorsement shall collect the fee from the qualifying
38 patient or designated provider at the time that he or she is entered
39 into the database and issued a recognition card. The department shall
40 establish a schedule for cannabis retailers with a medical cannabis

1 endorsement to remit the fees collected. Fees collected under this
2 subsection shall be deposited into the dedicated cannabis account
3 created under RCW 69.50.530.

4 (11) If the database administrator fails to comply with this
5 section, the department may cancel any contracts with the database
6 administrator and contract with another database administrator to
7 continue administration of the database. A database administrator who
8 fails to comply with this section is subject to a fine of up to five
9 thousand dollars in addition to any penalties established in the
10 contract. Fines collected under this section must be deposited into
11 the (~~health professions~~) dedicated cannabis account created under
12 RCW (~~43.70.320~~) 69.50.530.

13 (12) The department may adopt rules to implement this section.

14 **Sec. 7.** 1931 c 97 s 2 (uncodified) is amended to read as
15 follows:

16 That said park shall constitute, be held and maintained as a part
17 of the state parks system, with management and control of the same
18 vested in the state parks committee. Said bonds and any other bonds
19 purchased with said cash or with the principal proceeds of such bonds
20 as mature shall be placed in the custody of the state treasurer.
21 (~~Said cash and any proceeds or income from said cash or bonds shall
22 be placed in a special fund of the state treasury hereby created to
23 be known as the Millersylvania Park trust fund, the moneys of which
24 shall be deposited in a state depository bank.~~) Said cash and the
25 principal proceeds from said bonds may be invested in the same manner
26 and same class of bonds as the moneys of the common school fund; but
27 such bonds and cash shall constitute a permanent, irreducible fund,
28 the interest, income and earnings therefrom to be expended by the
29 state parks committee for the improvement, maintenance and upkeep of
30 said park in accordance with the terms of said will.

31 **Sec. 8.** RCW 43.79A.040 and 2024 c 327 s 16 and 2024 c 168 s 10
32 are each reenacted and amended to read as follows:

33 (1) Money in the treasurer's trust fund may be deposited,
34 invested, and reinvested by the state treasurer in accordance with
35 RCW 43.84.080 in the same manner and to the same extent as if the
36 money were in the state treasury, and may be commingled with moneys
37 in the state treasury for cash management and cash balance purposes.

1 (2) All income received from investment of the treasurer's trust
2 fund must be set aside in an account in the treasury trust fund to be
3 known as the investment income account.

4 (3) The investment income account may be utilized for the payment
5 of purchased banking services on behalf of treasurer's trust funds
6 including, but not limited to, depository, safekeeping, and
7 disbursement functions for the state treasurer or affected state
8 agencies. The investment income account is subject in all respects to
9 chapter 43.88 RCW, but no appropriation is required for payments to
10 financial institutions. Payments must occur prior to distribution of
11 earnings set forth in subsection (4) of this section.

12 (4)(a) Monthly, the state treasurer must distribute the earnings
13 credited to the investment income account to the state general fund
14 except under (b), (c), and (d) of this subsection.

15 (b) The following accounts and funds must receive their
16 proportionate share of earnings based upon each account's or fund's
17 average daily balance for the period: The 24/7 sobriety account, the
18 Washington promise scholarship account, the Gina Grant Bull memorial
19 legislative page scholarship account, the Rosa Franklin legislative
20 internship program scholarship account, the Washington advanced
21 college tuition payment program account, the Washington college
22 savings program account, the accessible communities account, the
23 Washington achieving a better life experience program account, the
24 Washington career and college pathways innovation challenge program
25 account, the community and technical college innovation account, the
26 agricultural local fund, the American Indian scholarship endowment
27 fund, the behavioral health loan repayment and scholarship program
28 account, the Billy Frank Jr. national statuary hall collection fund,
29 the foster care scholarship endowment fund, the foster care endowed
30 scholarship trust fund, the contract harvesting revolving account,
31 the Washington state combined fund drive account, (~~the commemorative~~
32 ~~works account,~~) the county 911 excise tax account, the county road
33 administration board emergency loan account, the toll collection
34 account, the developmental disabilities endowment trust fund, the
35 energy account, the energy facility site evaluation council account,
36 the fair fund, the family and medical leave insurance account, the
37 Fern Lodge maintenance account, the fish and wildlife federal lands
38 revolving account, the natural resources federal lands revolving
39 account, the food animal veterinarian conditional scholarship
40 account, the forest health revolving account, the fruit and vegetable

1 inspection account, the educator conditional scholarship account, the
2 game farm alternative account, the GET ready for math and science
3 scholarship account, the Washington global health technologies and
4 product development account, the grain inspection revolving fund, the
5 Washington history day account, the industrial insurance rainy day
6 fund, (~~the juvenile accountability incentive account,~~) the law
7 enforcement officers' and firefighters' plan 2 expense fund, the
8 local tourism promotion account, the low-income home rehabilitation
9 account, the medication for people living with HIV rebate revenue
10 account, the homeowner recovery account, the multiagency permitting
11 team account, the northeast Washington wolf-livestock management
12 account, the pollution liability insurance program trust account,
13 (~~the produce railcar pool account,~~) the public use general aviation
14 airport loan revolving account, the regional transportation
15 investment district account, the rural rehabilitation account, the
16 Washington sexual assault kit account, the stadium and exhibition
17 center account, the youth athletic facility account, the self-
18 insurance revolving fund, the children's trust fund, the Washington
19 horse racing commission Washington bred owners' bonus fund and
20 breeder awards account, the Washington horse racing commission class
21 C purse fund account, the individual development account program
22 account, the Washington horse racing commission operating account,
23 the life sciences discovery fund, the Washington state library-
24 archives building account, the reduced cigarette ignition propensity
25 account, the center for deaf and hard of hearing youth account, the
26 school for the blind account, (~~the Millersylvania park trust fund,~~)
27 the public employees' and retirees' insurance reserve fund, the
28 school employees' benefits board insurance reserve fund, the public
29 employees' and retirees' insurance account, the school employees'
30 insurance account, the long-term services and supports trust account,
31 the radiation perpetual maintenance fund, the Indian health
32 improvement reinvestment account, the department of licensing tuition
33 recovery trust fund, the student achievement council tuition recovery
34 trust fund, the tuition recovery trust fund, the industrial insurance
35 premium refund account, the mobile home park relocation fund, the
36 natural resources deposit fund, the Washington state health insurance
37 pool account, the federal forest revolving account, the Washington
38 saves administrative treasury trust account, and the library
39 operations account.

1 (c) The following accounts and funds must receive 80 percent of
2 their proportionate share of earnings based upon each account's or
3 fund's average daily balance for the period: The advance right-of-way
4 revolving fund, the advanced environmental mitigation revolving
5 account, the federal narcotics asset forfeitures account, the high
6 occupancy vehicle account, the local rail service assistance account,
7 and the miscellaneous transportation programs account.

8 (d) Any state agency that has independent authority over accounts
9 or funds not statutorily required to be held in the custody of the
10 state treasurer that deposits funds into a fund or account in the
11 custody of the state treasurer pursuant to an agreement with the
12 office of the state treasurer shall receive its proportionate share
13 of earnings based upon each account's or fund's average daily balance
14 for the period.

15 (5) In conformance with Article II, section 37 of the state
16 Constitution, no trust accounts or funds shall be allocated earnings
17 without the specific affirmative directive of this section.

18 **Sec. 9.** RCW 43.79A.040 and 2024 c 327 s 17 and 2024 c 168 s 11
19 are each reenacted and amended to read as follows:

20 (1) Money in the treasurer's trust fund may be deposited,
21 invested, and reinvested by the state treasurer in accordance with
22 RCW 43.84.080 in the same manner and to the same extent as if the
23 money were in the state treasury, and may be commingled with moneys
24 in the state treasury for cash management and cash balance purposes.

25 (2) All income received from investment of the treasurer's trust
26 fund must be set aside in an account in the treasury trust fund to be
27 known as the investment income account.

28 (3) The investment income account may be utilized for the payment
29 of purchased banking services on behalf of treasurer's trust funds
30 including, but not limited to, depository, safekeeping, and
31 disbursement functions for the state treasurer or affected state
32 agencies. The investment income account is subject in all respects to
33 chapter 43.88 RCW, but no appropriation is required for payments to
34 financial institutions. Payments must occur prior to distribution of
35 earnings set forth in subsection (4) of this section.

36 (4)(a) Monthly, the state treasurer must distribute the earnings
37 credited to the investment income account to the state general fund
38 except under (b), (c), and (d) of this subsection.

1 (b) The following accounts and funds must receive their
2 proportionate share of earnings based upon each account's or fund's
3 average daily balance for the period: The 24/7 sobriety account, the
4 Washington promise scholarship account, the Gina Grant Bull memorial
5 legislative page scholarship account, the Rosa Franklin legislative
6 internship program scholarship account, the Washington advanced
7 college tuition payment program account, the Washington college
8 savings program account, the accessible communities account, the
9 Washington achieving a better life experience program account, the
10 Washington career and college pathways innovation challenge program
11 account, the community and technical college innovation account, the
12 agricultural local fund, the American Indian scholarship endowment
13 fund, the behavioral health loan repayment and scholarship program
14 account, the Billy Frank Jr. national statuary hall collection fund,
15 the foster care scholarship endowment fund, the foster care endowed
16 scholarship trust fund, the contract harvesting revolving account,
17 the Washington state combined fund drive account, (~~the commemorative~~
18 ~~works account,~~) the county 911 excise tax account, the county road
19 administration board emergency loan account, the toll collection
20 account, the developmental disabilities endowment trust fund, the
21 energy account, the energy facility site evaluation council account,
22 the fair fund, the family and medical leave insurance account, the
23 Fern Lodge maintenance account, the fish and wildlife federal lands
24 revolving account, the natural resources federal lands revolving
25 account, the food animal veterinarian conditional scholarship
26 account, the forest health revolving account, the fruit and vegetable
27 inspection account, the educator conditional scholarship account, the
28 game farm alternative account, the GET ready for math and science
29 scholarship account, the Washington global health technologies and
30 product development account, the grain inspection revolving fund, the
31 Washington history day account, the industrial insurance rainy day
32 fund, (~~the juvenile accountability incentive account,~~) the law
33 enforcement officers' and firefighters' plan 2 expense fund, the
34 local tourism promotion account, the low-income home rehabilitation
35 account, the medication for people living with HIV rebate revenue
36 account, the homeowner recovery account, the multiagency permitting
37 team account, the northeast Washington wolf-livestock management
38 account, (~~the produce railcar pool account,~~) the public use general
39 aviation airport loan revolving account, the regional transportation
40 investment district account, the rural rehabilitation account, the

1 Washington sexual assault kit account, the stadium and exhibition
2 center account, the youth athletic facility account, the self-
3 insurance revolving fund, the children's trust fund, the Washington
4 horse racing commission Washington bred owners' bonus fund and
5 breeder awards account, the Washington horse racing commission class
6 C purse fund account, the individual development account program
7 account, the Washington horse racing commission operating account,
8 the life sciences discovery fund, the Washington state library-
9 archives building account, the reduced cigarette ignition propensity
10 account, the center for deaf and hard of hearing youth account, the
11 school for the blind account, (~~the Millersylvania park trust fund,~~)
12 the public employees' and retirees' insurance reserve fund, the
13 school employees' benefits board insurance reserve fund, the public
14 employees' and retirees' insurance account, the school employees'
15 insurance account, the long-term services and supports trust account,
16 the radiation perpetual maintenance fund, the Indian health
17 improvement reinvestment account, the department of licensing tuition
18 recovery trust fund, the student achievement council tuition recovery
19 trust fund, the tuition recovery trust fund, the industrial insurance
20 premium refund account, the mobile home park relocation fund, the
21 natural resources deposit fund, the Washington state health insurance
22 pool account, the federal forest revolving account, the Washington
23 saves administrative treasury trust account, and the library
24 operations account.

25 (c) The following accounts and funds must receive 80 percent of
26 their proportionate share of earnings based upon each account's or
27 fund's average daily balance for the period: The advance right-of-way
28 revolving fund, the advanced environmental mitigation revolving
29 account, the federal narcotics asset forfeitures account, the high
30 occupancy vehicle account, the local rail service assistance account,
31 and the miscellaneous transportation programs account.

32 (d) Any state agency that has independent authority over accounts
33 or funds not statutorily required to be held in the custody of the
34 state treasurer that deposits funds into a fund or account in the
35 custody of the state treasurer pursuant to an agreement with the
36 office of the state treasurer shall receive its proportionate share
37 of earnings based upon each account's or fund's average daily balance
38 for the period.

1 (5) In conformance with Article II, section 37 of the state
2 Constitution, no trust accounts or funds shall be allocated earnings
3 without the specific affirmative directive of this section.

4 **Sec. 10.** RCW 43.84.092 and 2024 c 210 s 4 and 2024 c 168 s 12
5 are each reenacted and amended to read as follows:

6 (1) All earnings of investments of surplus balances in the state
7 treasury shall be deposited to the treasury income account, which
8 account is hereby established in the state treasury.

9 (2) The treasury income account shall be utilized to pay or
10 receive funds associated with federal programs as required by the
11 federal cash management improvement act of 1990. The treasury income
12 account is subject in all respects to chapter 43.88 RCW, but no
13 appropriation is required for refunds or allocations of interest
14 earnings required by the cash management improvement act. Refunds of
15 interest to the federal treasury required under the cash management
16 improvement act fall under RCW 43.88.180 and shall not require
17 appropriation. The office of financial management shall determine the
18 amounts due to or from the federal government pursuant to the cash
19 management improvement act. The office of financial management may
20 direct transfers of funds between accounts as deemed necessary to
21 implement the provisions of the cash management improvement act, and
22 this subsection. Refunds or allocations shall occur prior to the
23 distributions of earnings set forth in subsection (4) of this
24 section.

25 (3) Except for the provisions of RCW 43.84.160, the treasury
26 income account may be utilized for the payment of purchased banking
27 services on behalf of treasury funds including, but not limited to,
28 depository, safekeeping, and disbursement functions for the state
29 treasury and affected state agencies. The treasury income account is
30 subject in all respects to chapter 43.88 RCW, but no appropriation is
31 required for payments to financial institutions. Payments shall occur
32 prior to distribution of earnings set forth in subsection (4) of this
33 section.

34 (4) Monthly, the state treasurer shall distribute the earnings
35 credited to the treasury income account. The state treasurer shall
36 credit the general fund with all the earnings credited to the
37 treasury income account except:

38 (a) The following accounts and funds shall receive their
39 proportionate share of earnings based upon each account's and fund's

1 average daily balance for the period: The abandoned recreational
2 vehicle disposal account, the aeronautics account, the Alaskan Way
3 viaduct replacement project account, the ambulance transport fund,
4 the budget stabilization account, the capital vessel replacement
5 account, the capitol building construction account, the Central
6 Washington University capital projects account, the charitable,
7 educational, penal and reformatory institutions account, the Chehalis
8 basin account, the Chehalis basin taxable account, the clean fuels
9 credit account, the clean fuels transportation investment account,
10 the cleanup settlement account, the climate active transportation
11 account, the climate transit programs account, the Columbia river
12 basin water supply development account, the Columbia river basin
13 taxable bond water supply development account, the Columbia river
14 basin water supply revenue recovery account, the common school
15 construction fund, the community forest trust account, the connecting
16 Washington account, the county arterial preservation account, the
17 county criminal justice assistance account, the covenant
18 homeownership account, the deferred compensation administrative
19 account, the deferred compensation principal account, the department
20 of licensing services account, the department of retirement systems
21 expense account, the developmental disabilities community services
22 account, the diesel idle reduction account, the opioid abatement
23 settlement account, the drinking water assistance account, the
24 administrative subaccount of the drinking water assistance account,
25 the early learning facilities development account, the early learning
26 facilities revolving account, the Eastern Washington University
27 capital projects account, (~~the education construction fund,~~) the
28 education legacy trust account, the election account, the electric
29 vehicle account, the energy freedom account, the energy recovery act
30 account, the essential rail assistance account, The Evergreen State
31 College capital projects account, the fair start for kids account,
32 the family medicine workforce development account, the ferry bond
33 retirement fund, the fish, wildlife, and conservation account, the
34 freight mobility investment account, the freight mobility multimodal
35 account, the grade crossing protective fund, the higher education
36 retirement plan supplemental benefit fund, the Washington student
37 loan account, the highway bond retirement fund, the highway
38 infrastructure account, the highway safety fund, the hospital safety
39 net assessment fund, the Interstate 5 bridge replacement project
40 account, the Interstate 405 and state route number 167 express toll

1 lanes account, the judges' retirement account, the judicial
2 retirement administrative account, the judicial retirement principal
3 account, the limited fish and wildlife account, the local leasehold
4 excise tax account, the local real estate excise tax account, the
5 local sales and use tax account, the marine resources stewardship
6 trust account, the medical aid account, the money-purchase retirement
7 savings administrative account, the money-purchase retirement savings
8 principal account, the motor vehicle fund, the motorcycle safety
9 education account, the move ahead WA account, the move ahead WA
10 flexible account, the multimodal transportation account, the multiuse
11 roadway safety account, the municipal criminal justice assistance
12 account, the oyster reserve land account, the pension funding
13 stabilization account, the perpetual surveillance and maintenance
14 account, the pilotage account, the pollution liability insurance
15 agency underground storage tank revolving account, the public
16 employees' retirement system plan 1 account, the public employees'
17 retirement system combined plan 2 and plan 3 account, the public
18 facilities construction loan revolving account, the public health
19 supplemental account, the public works assistance account, the Puget
20 Sound capital construction account, the Puget Sound ferry operations
21 account, the Puget Sound Gateway facility account, the Puget Sound
22 taxpayer accountability account, the real estate appraiser commission
23 account, the recreational vehicle account, the regional mobility
24 grant program account, the reserve officers' relief and pension
25 principal fund, the resource management cost account, the rural
26 arterial trust account, the rural mobility grant program account, the
27 rural Washington loan fund, the second injury fund, the sexual
28 assault prevention and response account, the site closure account,
29 the skilled nursing facility safety net trust fund, the small city
30 pavement and sidewalk account, the special category C account, the
31 special wildlife account, the state hazard mitigation revolving loan
32 account, the state investment board expense account, the state
33 investment board commingled trust fund accounts, the state patrol
34 highway account, the state reclamation revolving account, the state
35 route number 520 civil penalties account, the state route number 520
36 corridor account, the statewide broadband account, the statewide
37 tourism marketing account, the supplemental pension account, the
38 Tacoma Narrows toll bridge account, the teachers' retirement system
39 plan 1 account, the teachers' retirement system combined plan 2 and
40 plan 3 account, the tobacco prevention and control account, the

1 tobacco settlement account, the toll facility bond retirement
2 account, the transportation 2003 account (nickel account), the
3 transportation equipment fund, the JUDY transportation future funding
4 program account, the transportation improvement account, the
5 transportation improvement board bond retirement account, the
6 transportation infrastructure account, the transportation partnership
7 account, the traumatic brain injury account, the tribal opioid
8 prevention and treatment account, the University of Washington bond
9 retirement fund, the University of Washington building account, the
10 voluntary cleanup account, the volunteer firefighters' relief and
11 pension principal fund, the volunteer firefighters' and reserve
12 officers' administrative fund, the vulnerable roadway user education
13 account, the Washington judicial retirement system account, the
14 Washington law enforcement officers' and firefighters' system plan 1
15 retirement account, the Washington law enforcement officers' and
16 firefighters' system plan 2 retirement account, the Washington public
17 safety employees' plan 2 retirement account, the Washington school
18 employees' retirement system combined plan 2 and 3 account, the
19 Washington state patrol retirement account, the Washington State
20 University building account, the Washington State University bond
21 retirement fund, the water pollution control revolving administration
22 account, the water pollution control revolving fund, the Western
23 Washington University capital projects account, the Yakima integrated
24 plan implementation account, the Yakima integrated plan
25 implementation revenue recovery account, and the Yakima integrated
26 plan implementation taxable bond account. Earnings derived from
27 investing balances of the agricultural permanent fund, the normal
28 school permanent fund, the permanent common school fund, the
29 scientific permanent fund, and the state university permanent fund
30 shall be allocated to their respective beneficiary accounts.

31 (b) Any state agency that has independent authority over accounts
32 or funds not statutorily required to be held in the state treasury
33 that deposits funds into a fund or account in the state treasury
34 pursuant to an agreement with the office of the state treasurer shall
35 receive its proportionate share of earnings based upon each account's
36 or fund's average daily balance for the period.

37 (5) In conformance with Article II, section 37 of the state
38 Constitution, no treasury accounts or funds shall be allocated
39 earnings without the specific affirmative directive of this section.

1 **Sec. 11.** RCW 43.84.092 and 2024 c 210 s 5 and 2024 c 168 s 13
2 are each reenacted and amended to read as follows:

3 (1) All earnings of investments of surplus balances in the state
4 treasury shall be deposited to the treasury income account, which
5 account is hereby established in the state treasury.

6 (2) The treasury income account shall be utilized to pay or
7 receive funds associated with federal programs as required by the
8 federal cash management improvement act of 1990. The treasury income
9 account is subject in all respects to chapter 43.88 RCW, but no
10 appropriation is required for refunds or allocations of interest
11 earnings required by the cash management improvement act. Refunds of
12 interest to the federal treasury required under the cash management
13 improvement act fall under RCW 43.88.180 and shall not require
14 appropriation. The office of financial management shall determine the
15 amounts due to or from the federal government pursuant to the cash
16 management improvement act. The office of financial management may
17 direct transfers of funds between accounts as deemed necessary to
18 implement the provisions of the cash management improvement act, and
19 this subsection. Refunds or allocations shall occur prior to the
20 distributions of earnings set forth in subsection (4) of this
21 section.

22 (3) Except for the provisions of RCW 43.84.160, the treasury
23 income account may be utilized for the payment of purchased banking
24 services on behalf of treasury funds including, but not limited to,
25 depository, safekeeping, and disbursement functions for the state
26 treasury and affected state agencies. The treasury income account is
27 subject in all respects to chapter 43.88 RCW, but no appropriation is
28 required for payments to financial institutions. Payments shall occur
29 prior to distribution of earnings set forth in subsection (4) of this
30 section.

31 (4) Monthly, the state treasurer shall distribute the earnings
32 credited to the treasury income account. The state treasurer shall
33 credit the general fund with all the earnings credited to the
34 treasury income account except:

35 (a) The following accounts and funds shall receive their
36 proportionate share of earnings based upon each account's and fund's
37 average daily balance for the period: The abandoned recreational
38 vehicle disposal account, the aeronautics account, the Alaskan Way
39 viaduct replacement project account, the budget stabilization
40 account, the capital vessel replacement account, the capitol building

1 construction account, the Central Washington University capital
2 projects account, the charitable, educational, penal and reformatory
3 institutions account, the Chehalis basin account, the Chehalis basin
4 taxable account, the clean fuels credit account, the clean fuels
5 transportation investment account, the cleanup settlement account,
6 the climate active transportation account, the climate transit
7 programs account, the Columbia river basin water supply development
8 account, the Columbia river basin taxable bond water supply
9 development account, the Columbia river basin water supply revenue
10 recovery account, the common school construction fund, the community
11 forest trust account, the connecting Washington account, the county
12 arterial preservation account, the county criminal justice assistance
13 account, the covenant homeownership account, the deferred
14 compensation administrative account, the deferred compensation
15 principal account, the department of licensing services account, the
16 department of retirement systems expense account, the developmental
17 disabilities community services account, the diesel idle reduction
18 account, the opioid abatement settlement account, the drinking water
19 assistance account, the administrative subaccount of the drinking
20 water assistance account, the early learning facilities development
21 account, the early learning facilities revolving account, the Eastern
22 Washington University capital projects account, (~~the education~~
23 ~~construction fund,~~) the education legacy trust account, the election
24 account, the electric vehicle account, the energy freedom account,
25 the energy recovery act account, the essential rail assistance
26 account, The Evergreen State College capital projects account, the
27 fair start for kids account, the family medicine workforce
28 development account, the ferry bond retirement fund, the fish,
29 wildlife, and conservation account, the freight mobility investment
30 account, the freight mobility multimodal account, the grade crossing
31 protective fund, the higher education retirement plan supplemental
32 benefit fund, the Washington student loan account, the highway bond
33 retirement fund, the highway infrastructure account, the highway
34 safety fund, the hospital safety net assessment fund, the Interstate
35 5 bridge replacement project account, the Interstate 405 and state
36 route number 167 express toll lanes account, the judges' retirement
37 account, the judicial retirement administrative account, the judicial
38 retirement principal account, the limited fish and wildlife account,
39 the local leasehold excise tax account, the local real estate excise
40 tax account, the local sales and use tax account, the marine

1 resources stewardship trust account, the medical aid account, the
2 money-purchase retirement savings administrative account, the money-
3 purchase retirement savings principal account, the motor vehicle
4 fund, the motorcycle safety education account, the move ahead WA
5 account, the move ahead WA flexible account, the multimodal
6 transportation account, the multiuse roadway safety account, the
7 municipal criminal justice assistance account, the oyster reserve
8 land account, the pension funding stabilization account, the
9 perpetual surveillance and maintenance account, the pilotage account,
10 the pollution liability insurance agency underground storage tank
11 revolving account, the public employees' retirement system plan 1
12 account, the public employees' retirement system combined plan 2 and
13 plan 3 account, the public facilities construction loan revolving
14 account, the public health supplemental account, the public works
15 assistance account, the Puget Sound capital construction account, the
16 Puget Sound ferry operations account, the Puget Sound Gateway
17 facility account, the Puget Sound taxpayer accountability account,
18 the real estate appraiser commission account, the recreational
19 vehicle account, the regional mobility grant program account, the
20 reserve officers' relief and pension principal fund, the resource
21 management cost account, the rural arterial trust account, the rural
22 mobility grant program account, the rural Washington loan fund, the
23 second injury fund, the sexual assault prevention and response
24 account, the site closure account, the skilled nursing facility
25 safety net trust fund, the small city pavement and sidewalk account,
26 the special category C account, the special wildlife account, the
27 state hazard mitigation revolving loan account, the state investment
28 board expense account, the state investment board commingled trust
29 fund accounts, the state patrol highway account, the state
30 reclamation revolving account, the state route number 520 civil
31 penalties account, the state route number 520 corridor account, the
32 statewide broadband account, the statewide tourism marketing account,
33 the supplemental pension account, the Tacoma Narrows toll bridge
34 account, the teachers' retirement system plan 1 account, the
35 teachers' retirement system combined plan 2 and plan 3 account, the
36 tobacco prevention and control account, the tobacco settlement
37 account, the toll facility bond retirement account, the
38 transportation 2003 account (nickel account), the transportation
39 equipment fund, the JUDY transportation future funding program
40 account, the transportation improvement account, the transportation

1 improvement board bond retirement account, the transportation
2 infrastructure account, the transportation partnership account, the
3 traumatic brain injury account, the tribal opioid prevention and
4 treatment account, the University of Washington bond retirement fund,
5 the University of Washington building account, the voluntary cleanup
6 account, the volunteer firefighters' relief and pension principal
7 fund, the volunteer firefighters' and reserve officers'
8 administrative fund, the vulnerable roadway user education account,
9 the Washington judicial retirement system account, the Washington law
10 enforcement officers' and firefighters' system plan 1 retirement
11 account, the Washington law enforcement officers' and firefighters'
12 system plan 2 retirement account, the Washington public safety
13 employees' plan 2 retirement account, the Washington school
14 employees' retirement system combined plan 2 and 3 account, the
15 Washington state patrol retirement account, the Washington State
16 University building account, the Washington State University bond
17 retirement fund, the water pollution control revolving administration
18 account, the water pollution control revolving fund, the Western
19 Washington University capital projects account, the Yakima integrated
20 plan implementation account, the Yakima integrated plan
21 implementation revenue recovery account, and the Yakima integrated
22 plan implementation taxable bond account. Earnings derived from
23 investing balances of the agricultural permanent fund, the normal
24 school permanent fund, the permanent common school fund, the
25 scientific permanent fund, and the state university permanent fund
26 shall be allocated to their respective beneficiary accounts.

27 (b) Any state agency that has independent authority over accounts
28 or funds not statutorily required to be held in the state treasury
29 that deposits funds into a fund or account in the state treasury
30 pursuant to an agreement with the office of the state treasurer shall
31 receive its proportionate share of earnings based upon each account's
32 or fund's average daily balance for the period.

33 (5) In conformance with Article II, section 37 of the state
34 Constitution, no treasury accounts or funds shall be allocated
35 earnings without the specific affirmative directive of this section.

36 NEW SECTION. **Sec. 12.** Any residual balance of funds remaining
37 in any account abolished in this act on June 30, 2025, shall be
38 transferred by the state treasurer to the state general fund except
39 for the following accounts:

1 (1) Any residual balance of funds remaining in the produce
2 railcar pool account on June 30, 2025, shall be transferred by the
3 state treasurer to the multimodal transportation account.

4 (2) Any residual balance of funds remaining in the commemorative
5 works account on June 30, 2025, shall be transferred by the state
6 treasurer to the enterprise services account.

7 (3) Any residual balance of funds remaining in the Millersylvania
8 park trust fund on June 30, 2025, shall be transferred by the state
9 treasurer to the Millersylvania park current account.

10 (4) Any residual balance of funds remaining in the education
11 construction fund on June 30, 2025, shall be transferred by the state
12 treasurer to the common school construction fund.

13 (5) Any residual balance of funds remaining in the opportunity
14 express account on June 30, 2025, shall be transferred by the state
15 treasurer to the employment service administration account.

16 NEW SECTION. **Sec. 13.** (1) Section 8 of this act expires July 1,
17 2030.

18 (2) Section 10 of this act expires July 1, 2028.

19 NEW SECTION. **Sec. 14.** (1) Section 9 of this act takes effect
20 July 1, 2030.

21 (1) Section 11 of this act takes effect July 1, 2028.

22 NEW SECTION. **Sec. 15.** (1) Sections 1, 2, 3, 6, 7, 8, 10, and 12
23 of this act are necessary for the immediate preservation of the
24 public peace, health, or safety, or support of the state government
25 and its existing public institutions, and take effect June 30, 2025.

26 (2) Section 4 of this act is necessary for the immediate
27 preservation of the public peace, health, or safety, or support of
28 the state government and its existing public institutions, and takes
29 effect immediately.

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