

Reimburse-
ment of
expenditures.

districts. Such expenditures may be partially or wholly reimbursed from funds appropriated for that purpose under rules and regulations established by the superintendent of public instruction.

Passed the Senate March 6, 1953.

Passed the House March 4, 1953.

Approved by the Governor March 17, 1953.

CHAPTER 136.

[S. B. 264.]

INHERITANCE TAX—ESTATES FOR LIFE—VESTED
REMAINDER.

AN ACT relating to inheritance tax and to the duties of the insurance commissioner; and amending section 83.16.020, RCW.

Be it enacted by the Legislature of the State of Washington:

Amendment.

SECTION 1. Section 83.16.020, RCW, as derived from section 6, chapter 202, Laws of 1939, is amended to read as follows:

Annuities,
life estates,
and estates
for years
with vested
remainders.

When the estate of a deceased person is subject to an inheritance tax, and there is an annuity, life estate, or an estate for a term of years given to one or more persons and the remainder to another or others, the entire estate shall be appraised as other estates are required to be appraised by the laws of this state.

Valuation.

The value of the annuity, life or term estate shall be determined in accordance with the rules, methods, and standards of mortality and value that are set forth in tables to be furnished by the insurance commissioner of this state upon request of the tax commission based upon such mortality tables as is from time to time required by law for use by life insurance companies in this state in determining nonforfeiture values under ordinary life insurance policies, except that the rate of interest used in computing the pres-

ent value of the annuity, life or term estate shall be three and one-half percent per annum, and the value of the remainder interest shall be determined by deducting such computed value from the value of the entire property. After the values shall have been determined as provided in this section, the tax shall be computed and collected in the same manner that the tax on other estates is computed and collected: *Provided*, That any person owning the beneficial interest in the remainder may defer the payment of the tax thereon until he comes into possession of the same by filing in the office of the county clerk within thirty days after the determination of the tax, a good and sufficient surety company bond to the state, or such other security as is deemed by the tax commission to be adequate, in a sum equal to the amount of the tax conditioned that he will pay such tax in full within sixty days after coming into possession of the estate. The bond shall not operate to defer payment of the tax unless it is approved by the tax commission, and if it shall appear to the commission at any time that a bond previously filed and approved has become insufficient it may require a new bond to be filed. If the person owning the beneficial interest in the remainder shall fail to file a bond within the time herein provided, or if he shall fail to file a new bond when directed by the commission, the tax shall immediately become due and payable.

Interest rates.

Vested remainder; deferred payment.

Bond or security required.

Passed the Senate February 28, 1953.

Passed the House March 9, 1953.

Approved by the Governor March 17, 1953.