

the support of the state government and its public institutions, and shall take effect immediately.

Passed the Senate April 19, 1969
 Passed the House April 9, 1969
 Approved by the Governor April 25, 1969, with the exception of section 5, 49 and 92 which are vetoed
 Filed in office of Secretary of State May 14, 1969

NOTE: Governor's explanation of partial veto is as follows:
 "...The purpose of this bill is to increase the allowable interest rate on bonds issued by the state and its political subdivisions to eight percent.

Section 5 of the bill raises the interest rate of school district bonds from six to eight percent by amending RCW 28.51.010. This same section was amended by Senate Bill No. 618 passed in the first session of the 41st Legislature, now Chapter 142, Laws of 1969. Chapter 142 eliminated the six percent interest rate limitation on school district bonds.

Section 49 of Engrossed Senate Bill No. 560 amends RCW 70.44.060 relating to the authority of hospital districts to issue bonds by increasing the permissible interest rate from six to eight percent. This section duplicates section 1 of Senate Bill No. 242, now Chapter 45, Laws of 1969, Extraordinary Session.

Section 92 amends RCW 70.44.120 relating to the procedure for issuing hospital district bonds. This section also changes the reference to the allowable interest rate from six to eight percent. Section 3 of Senate Bill No. 242, has already accomplished this purpose.

In each case, the sole purpose of the section of Engrossed Senate Bill No. 560 is to raise the permissible interest rate to eight percent. This purpose was accomplished by each of the earlier acts which have been signed into law. In order to avoid the confusion resulting from two amendments to the same section being enacted, I have vetoed sections 5, 49 and 92 of Senate Bill No. 560. The remainder of the bill is approved."

CHAPTER 233

[Engrossed Senate Bill No. 624]

HORSE RACING--COMMISSION, COMPOSITION,
 PER DIEM--PERCENTAGE OF GROSS RECEIPTS,
 DISTRIBUTION

AN ACT Relating to horse racing; amending section 2, chapter 55, Laws of 1933 and RCW 67.16.012; and adding new sections to chapter 67.16 RCW.

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

Section 1. Section 2, chapter 55, Laws of 1933 and RCW 67.16-.012 are each amended to read as follows:

There is hereby created the Washington horse racing commission, to consist of three commissioners, who shall be citizens, residents, and qualified electors of the state of Washington, and one of whom shall be a breeder of thoroughbred and/or standard bred horses and he shall be of at least one year's standing. The first members of said commission shall be appointed by the governor within thirty days after March 3, 1933, one for a term to expire on the Thursday following the second Monday in January of 1935, one for a term to expire on the Thursday following the second Monday in January of 1937, and one for a term to expire on the Thursday following the second Monday in January of 1939, upon which expiration of the term of any member, the governor shall appoint a successor for a term of six years. Each member shall hold office until his successor is appointed and qualified. Vacancies in the office of commissioner shall be filled by appointment to be made by the governor for the unexpired term. Any commissioner may be removed at any time at the pleasure of the governor: PROVIDED, That any member or successor that is appointed or reappointed by the governor after the effective date of this 1969 amendatory act, shall be confirmed by the Senate. Before entering upon the duties of his office, each commissioner shall enter into a surety company bond, to be approved by the governor and attorney general, payable to the state of Washington, in the penal sum of five thousand dollars, conditioned upon the faithful performance of his duties and the correct accounting and payment of all sums received and coming within his control under this chapter, and in addition thereto each commissioner shall take and subscribe to an oath of office of the same form as that prescribed by law for elective state officers. ~~((Each member of the commission shall receive an annual salary of twelve hundred dollars, payable monthly.))~~

NEW SECTION. Sec. 2. There is added to chapter 67.16 RCW a new section to read as follows:

Each member of the Washington horse racing commission shall receive forty dollars per diem for each day actually spent in the performance of his duties and his actual necessary traveling and other expenses in going to, attending and returning from meetings of the commission, and his actual and necessary traveling and other expenses incurred in the discharge of such duties as may be requested of him by a majority vote of the commission, but in no event shall a commissioner be paid per diem in any one year in excess of one hundred twenty days, except the chairman of the commission who may be paid per diem for not more than one hundred fifty days.

NEW SECTION. Sec. 3. There is added to chapter 67.16 RCW a new section to read as follows:

Notwithstanding any other provision of RCW 67.16 to the contrary the licensee shall withhold and shall pay daily to the commission, in addition to the fifteen percent authorized by this chapter, one percent of the gross receipts of all parimutuel machines at each race meet which sums shall, at the end of each meet, be paid by the commission to the licensed owners of those horses finishing first, second, third and fourth in Washington bred only races other than stake races at each meet from which the additional one percent is derived in accordance with an equitable distribution formula to be promulgated by the commission prior to the commencement of each race meet: PROVIDED, That nothing in this section shall apply to race meets which are nonprofit in nature, or of six days or less or which have a total annual handle of less than two hundred thousand dollars. The commission shall not permit the licensees to take into consideration the benefits derived from this section in establishing purses for Washington bred only races.

Passed the Senate March 19, 1969

Passed the House April 9, 1969

Approved by the Governor April 19, 1969, with the exception of certain items in section 3 which are vetoed

Filed in office of Secretary of State May 14, 1969

NOTE: Governor's explanation of partial veto is as follows:
 "...This bill makes several changes in the statutes relating to horse racing.

Section 3 requires each licensee to pay an additional one percent of the gross receipts of parimutuel machines to the licensed owners of horses finishing first through fourth in Washington bred only races, excluding stake races. The section does not apply to non-profit race meets or those of less than six days or having a total annual handle of less than \$200,000. Licensees may not take into consideration the additional one percent in establishing purses for Washington bred only races.

The purpose of this section is to encourage the breeding and racing of race horses within the State of Washington. Confining the benefits of this section to Washington bred only races and excluding the winners of stake races from the benefits of this section creates an unduly large purse for a small segment of owners, and fails to recognize the accomplishments of outstanding Washington breeders.

I have therefore vetoed the item limiting the benefits of the one percent collected under this section to licensed owners of winners of Washington bred only races and excluding winners of Washington bred only stake races and the corresponding reference in the following sentence of the section referring to Washington bred only races.

My veto does not limit the purpose of the act which is to encourage Washington horse breeding and the racing of Washington horses within the boundaries of our state.

With the exceptions of the items in Section 3 which I have vetoed for the reasons stated, the remainder of Engrossed Senate Bill 624 is approved."

CHAPTER 234
[Engrossed Senate Bill No. 744]
EXECUTIVE CONFLICT OF INTEREST ACT

AN ACT Relating to state government; prescribing restrictions against conflicts of interest in the executive branch thereof; adding a new chapter to Title 42 RCW; adding a new section to chapter 42.21 RCW; adding a new section to chapter 42.22 RCW; amending section 82, chapter 249, Laws of 1909 and RCW 42.20.010; amending section 96, chapter 72, Laws of 1937 and RCW 86.09-.286; repealing section 16, page 256, Laws of 1909 and RCW 28.81.130; repealing section 28B.40.125, chapter ..., Laws of 1969 (HB 58) and RCW 28B.40.125; repealing section 43.23.140,