SECTION 3. Warrants hereafter drawn upon such fund under this act shall bear interest after their respective dates at the rate of six per cent per annum, payable semi-annually, and shall so provide. Indebtedness incurred or warrants issued hereunder shall be payable only from the state shore land improvement fund, and shall never be nor become general indebtedness against the state.

Passed the House, March 3, 1917.
Passed the Senate, March 7, 1917.
Approved by the Governor March 15, 1917.

CHAPTER 136.
[S. B. 306.]
CANCELLATION OF PENALTIES ON TIDE LAND ASSESSMENTS FOR LOCAL IMPROVEMENTS.

An Act relating to local improvement districts in cities and towns, providing for the application for and consent to the cancellation of the penalties on delinquent assessments on tide lands included within such districts, and granting the power of cancellation to certain municipal officers.

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

SECTION 1. The owner of any tide lands purchased or held under contract of sale from the State of Washington, which heretofore have been included within any local improvement district created under the provisions of chapter 154, Laws of 1909, and against which local improvement assessments have been levied for the purpose of paying cost of making such improvement, may, at any time within one year from and after the approval of this act, make application to the city or town within which such local improvement district is included for the cancellation of any penalties which may have accrued at the time of making such application by reason of the delinquency of any such local improvement assessment by filing with the city or town clerk of such city or town a written application setting forth the number and name of the local im-
provement district, the description of the property upon
which the penalty is sought to be cancelled, the amount of
the assessment and the amount of the penalty. He shall
also file with such application a written waiver or a con-
sent to the cancellation of the penalties which have accrued
upon such delinquent assessments, signed and executed
by the holder or holders of all warrants or bonds issued
by or against any such local improvement district.

Sec. 2. Upon the receipt of such application and
waiver or consent by the city or town clerk, he shall pre-
sent the same to the city or town council or commission at
its next regular session, and the said council or commis-
sion may approve or disapprove such application.

If such application is approved by such city or town
council or commission, said approval shall be expressed by
resolution or ordinance, which shall specify the time within
which such assessment shall be paid in full; and such reso-
lution or ordinance shall be certified to the county treas-
urer and county auditor of the county within which said
city or town is located and in full; and such county offi-
cers, upon payment of said delinquent assessments in full,
with interest at eight per cent per annum, within the
time specified in said resolution or ordinance, may con-
sider said delinquent assessments and penalties to be
paid in full, and a receipt in full shall be given therefor
and the penalty thereon cancelled.

Sec. 3. This act shall not be construed as authoriz-
ing a waiver of the amount of the delinquent assessment
or interest thereon at eight per cent per annum, and no
compromise shall be made as herein provided for a less
amount; but this act shall be construed as conferring
authority upon the city or town authorities of any city or
town containing such local improvement district as herein
provided to waive all penalties on delinquent assessments
which have accrued in consideration of the immediate pay-
ment of said assessments and interest in full on lands held
under contract of sale from the State of Washington;
and all penalties which have accrued, or which may accrue,
upon such delinquent assessments prior to the making of such an application for the cancellation as herein provided, shall be; for the purpose of this act, considered as belonging to the city within which such local improvement district is located, whether the taxes be cancelled by the city or town or by the county.

Passed the Senate March 1, 1917.
Passed the House March 6, 1917.
Approved by the Governor March 15, 1917.

CHAPTER 137.
[H. B. 337.]

SALE OR LEASE OF PUBLIC UTILITIES OWNED BY CITIES OR TOWNS.

An Act authorizing cities and towns to lease or sell any municipally-owned water works, gas works, electric light and power plants, steam plants, street railway plants and lines, telegraph and telephone lines and plants and any other municipally-owned public utility, or public utility system similar or dissimilar in character.

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

Section 1. It is and shall be lawful for any city or town in this state now or hereafter owning any water works, gas works, electric light and power plant, steam plant, street railway line, street railway plant, telephone or telegraph plant and lines, or any system embracing all or any one or more of such works or plants or any similar or dissimilar utility or system, to lease for any term of years or to sell and convey the same or any part thereof, with the equipment and appurtenances, in the manner hereinafter prescribed.

Sec. 2. The legislative authority of such city or town, if it deems it advisable to lease or sell such works, plant or system or any part of the same, or any similar or dissimilar utility or system, shall adopt a resolution stating whether it desires to lease or sell the same. If it