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

SECTION 1. That section 78 of chapter 62 of the Laws of 1933, Extraordinary Session, as amended by section 1, chapter 80, Laws of 1935 and section 2, chapter 62, Laws of 1937, the same being 7306-78 Remington's Revised Statutes, be amended to read as follows:

Section 78. 1. When said funds are distributed as provided in section 77 hereof all moneys subject to distribution shall be disbursed as follows:

Funds available for distribution on and after April 1, 1939, thirty-five per cent (35%) to the general fund of the state and thirteen per cent (13%) to the counties of the state, distributed among them in accordance with the provisions of sub-section 2 of this section, and fifty-two per cent (52%) to the incorporated cities and towns of the state, distributed among them in accordance with the provisions of sub-section 2 of this section.

2. a. With respect to the thirteen per cent (13%) share coming to the counties, the distribution shall be among them in accordance with the following computation:

The share coming to each eligible county shall be determined by a division among the eligible counties according to the relation which the population of the unincorporated area of such eligible county, as shown by the last Federal census, bears
to the total combined population of the total combined unincorporated areas of all eligible counties, as shown by the last Federal census: **Provided,** That no county in which the sale of liquor as authorized under this act is forbidden in the unincorporated area thereof as the result of an election held under sections 82 to 88, both inclusive, of this act shall be entitled to share in such distribution. As used in this section, the term "unincorporated area" shall mean the election unit created by section 82 of this act, consisting of all that portion of any county not included within the limits of incorporated cities and towns.

b. With respect to the fifty-two per cent (52%) share coming to the incorporated cities and towns, the distribution shall be among them in accordance with the following computation:

The share coming to each eligible incorporated city or town shall be determined by a division among the eligible incorporated cities and towns according to the relation which the population of each eligible incorporated city or town, as shown by the last Federal census, bears to the total combined population of all eligible incorporated cities and towns, as shown by the last Federal census: **Provided,** That no incorporated city or town in which the sale of liquor as authorized under this act is forbidden as the result of an election held under sections 82 to 88, both inclusive, of this act shall be entitled to any share in such distribution.

3. The computations under sub-section 2 of this section shall be made by the State Auditor, who shall, immediately after the effective date of this act and immediately following the official publication of every Federal census and so often as necessary by reason of elections held under sections 82 to 88 of this act, file with the board a list certified by him showing the fractional proportions, in terms of per cent or otherwise, coming to each county govern-
ment and incorporated city and town in the state pursuant to this section; and the board shall make payment to each of said counties and incorporated cities and towns in the proportions shown on the certified list last filed with it by the State Auditor under this section.

4. If any city or town shall have been incorporated subsequent to the last Federal census, such city or town shall, subject to the provisions of this section, be entitled to distribution of funds as herein provided on the basis of the official population used in the incorporation proceedings; and computations for distribution shall be made accordingly.

SEC. 2. This act is necessary for the immediate support of the state government and its existing public institutions and shall take effect immediately.

Passed the House February 14, 1939.
Passed the Senate March 8, 1939.
Approved by the Governor March 16, 1939.

CHAPTER 174.
[H. B. 184.]

SCHOOL REVENUES.

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

SECTION 1. That section 4, chapter 28, Laws of 1933, (section 4934, Remington's Revised Statutes; section 5103, Pierce's Code) be amended to read as follows:

Section 4. The interest accruing on said permanent school fund, together with all rentals and other revenues derived therefrom, and from lands and other property devoted to the common school