installed or to be installed as a part of said building, such as furnaces, oil burners, stokers, ranges, refrigerators, deep freeze units, linoleum, and blinds, which are acknowledged by the borrower to be a part of the improvements shall be considered as real estate and may be included in the appraised valuation.

Sec. 8. A new section is hereby added to chapter 235, Laws of 1945, to be known as section 74B, to read as follows:

Section 74B. Notwithstanding any provision of this act, an Association may invest its funds in any loan or purchase which is permitted to a Federal savings and loan association doing business in this state.

Passed the House March 7, 1947.
Passed the Senate March 6, 1947.
Approved by the Governor March 20, 1947.

CHAPTER 258.
[ H. B. 148.]

STATE BOARD OF EDUCATION.

An Act relating to education; creating a State Board of Education; providing procedures therefor; and amending section 1, subchapter 3, title I, chapter 97, Laws of 1909, as amended by section 1, chapter 65, Laws of 1925, Extraordinary Session (section 4525, Remington's Revised Statutes, also Pierce's Perpetual Code 903-1).

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

Section 1. Section 1, subchapter 3, title I chapter 97, Laws of 1909 as amended by section 1, chapter 65, Laws of 1925, Extraordinary Session, is amended to read as follows:

Section 1. The State Board of Education shall consist of twelve (12) members elected at conventions of representatives of boards of directors of
school districts in the six congressional districts of the state, as hereinafter provided: Provided, That
the present members of the State Board of Education shall serve until the second Monday in January,
1948.

SEC. 2. During September, 1947, the State Board of Education shall call a convention to be held on the
third Wednesday of October following in each of the six congressional districts of the state, shall fix
the hour and the place of each such convention, and shall give written notice thereof to the board of
directors of each school district. The State Board of Education shall appoint the temporary chairman
of each such convention. The board of directors of each school district within a congressional district
shall appoint one (1) representative to the convention to be held in the congressional district.

SEC. 3. Each member of the State Board of Education shall be elected by a majority of all the votes
cast at the convention for all candidates for the position. If no candidate receives a majority of all such
candidates at the convention shall vote on the two (2) candidates receiving the highest number of such votes cast. Voting shall be
by ballot, and nominations shall be made from the floor of the convention: Provided, That at the first
convention in each congressional district nominations shall be made for specific terms of membership as
hereinafter provided. No person employed in any school, college, university, or other educational in-
stitution or any County School Superintendent's office or State Office of Public Instruction shall
be eligible for membership on the State Board of Education and each member elected must be
a resident of the congressional district from which he was elected. Within ten (10) days following
the conclusion of each convention, the chairman thereof shall certify to the Secretary of State the
name or names of the persons elected at such convention to be members of the State Board of Education.

Sec. 4. The first State Board of Education to be so constituted shall be selected as follows: At the first conventions to be held on the third Wednesday in October, 1947, the first congressional district convention shall elect two (2) members of the State Board of Education, one (1) for a term of one (1) year and one (1) for a term of four (4) years; the second congressional district convention shall elect two (2) members, one (1) for a term of two (2) years and one (1) for a term of five (5) years; the third congressional district convention shall elect two (2) members, one (1) for a term of three (3) years and one (1) for a term of six (6) years; the fourth congressional district convention shall elect two (2) members, one (1) for a term of one (1) year and one (1) for a term of four (4) years; the fifth congressional district convention shall elect two (2) members, one (1) for a term of two (2) years and one (1) for a term of five (5) years; the sixth congressional district convention shall elect two (2) members, one (1) for a term of three (3) years and one (1) for a term of six (6) years.

Sec. 5. In September, 1948, and in September of each third year thereafter, conventions shall be called, in the manner set forth in section 2 of this act, to be held on the third Wednesday of October following, one such convention to be held in the first congressional district and one to be held in the fourth congressional district, and at each such convention one (1) person shall be elected a member of the State Board of Education for a term of six (6) years, such election to be held in the manner set forth in section 3 of this act.

Sec. 6. In September, 1949, and in September of each third year thereafter, conventions shall be
called, in the manner set forth in section 2 of this act, to be held on the third Wednesday of October following, one such convention to be held in the second congressional district and one to be held in the fifth congressional district, and at each such convention one (1) person shall be elected a member of the State Board of Education for a term of six (6) years, such election to be held in the manner set forth in section 3 of this act.

Sec. 7. In September, 1950, and in September of each third year thereafter, conventions shall be called, in the manner set forth in section 2 of this act, to be held on the third Wednesday of October following, one such convention to be held in the third congressional district and one to be held in the sixth congressional district, and at each such convention one (1) person shall be elected a member of the State Board of Education for a term of six (6) years, such election to be held in the manner set forth in section 3 of this act.

Sec. 8. The State Board of Education shall promulgate, publish and distribute to the board of directors of each school district, rules governing the conduct of the conventions provided for by this act.

Sec. 9. The term of office of each member of the State Board of Education shall begin on the second Monday in January next following the convention at which he was elected, and he shall hold office for the term for which he was elected and until his successor is elected and qualified.

Sec. 10. Whenever there shall be a vacancy upon the State Board of Education, from any cause whatever, it shall be the duty of the remaining members of the Board to fill such vacancy by appointment, and the person so appointed shall continue in office until his successor shall have been specially elected, as hereinafter provided, and shall have qualified. Whenever such vacancy shall occur, the State Board
of Education shall call, in the month of September next following the date of the occurrence of such vacancy, a special convention to be held on the third Wednesday of October following, in the congressional district from which the member whose office was vacated was elected, at which convention a successor shall be elected to hold office for the unexpired term of the member whose office was vacated. Such special convention shall be called and the election held in the manner set forth in sections 2 and 3 of this act for the regular conventions and elections.

Passed the House March 7, 1947.
Passed the Senate March 6, 1947.
Approved by the Governor March 20, 1947.

CHAPTER 259.
[S. H. B. 32]

PUBLIC UTILITY DISTRICTS.

AN ACT relating to Public Utility Districts; providing for the levying, collection, distribution and expenditures of a privilege tax on public utility districts engaged in the generation, distribution and sale of electric energy; amending section 2, chapter 245, Laws of 1941 (sec. 11616-2, Rem. Rev. Stat.; sec. 833-53, PPC), and providing when said act shall take effect.

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

SECTION 1. Section 2, chapter 245, Laws of 1941 (sec. 11616-2, Rem. Rev. Stat.; sec. 833-53, PPC), is amended to read as follows:

Section 2. (a) From and after May 1, 1941, there is hereby levied and there shall be collected from every district a tax for the act or privilege of engaging within this state in the business of operating works, plants or facilities for the generation, distribution and sale of electric energy. With respect to each such district, such tax shall be the