issue of any such bonds, upon the registration thereof as to principal, or at any time thereafter, the coupons thereto attached, evidencing all interest to be paid thereon to the date of maturity, may be surrendered to the officer or agent hereinafter provided. Such coupons shall be canceled by such officer or agent, who shall sign a statement endorsed upon such bond of the cancellation of all unmatured coupons and the registration of such bond. Thereafter the interest evidenced by such canceled coupons shall be paid at the times provided therein to the registered holder of such bond in lawful money of the United States of America mailed to his address.

SEC. 6. Chapter 20, Laws of 1923 and RCW 28-51.130 and 28.51.140 are each repealed.

Passed the Senate March 2, 1961.
Passed the House March 6, 1961.
Approved by the Governor March 16, 1961.

CHAPTER 142.
[S. B. 81.]

ENGINEERING AND LAND SURVEYING.

An Act relating to the practice of engineering and land surveying; amending section 1, chapter 297, Laws of 1959 and RCW 18.43.035; amending section 9, chapter 283, Laws of 1947 and RCW 18.43.060; amending section 11, chapter 283, Laws of 1947, as amended by section 5, chapter 297, Laws of 1959, and RCW 18.43.080; amending section 2, chapter 297, Laws of 1959 and RCW 18.43.105; amending section 16, chapter 283, Laws of 1947, as amended by section 7, chapter 297, Laws of 1959, and RCW 18.43.130; and declaring an emergency.

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

SECTION 1. Section 1, chapter 297, Laws of 1959 and RCW 18.43.035 are each amended to read as follows:

[1694]
The board may adopt and amend bylaws establishing its organization and method of operation, including but not limited to meetings, maintenance of books and records, publication of reports, code of ethics, and rosters, and adoption and use of a seal. Three members of the board shall constitute a quorum for the conduct of any business of the board. The board may employ such persons as are necessary to carry out its duties under this chapter. It may adopt rules and regulations reasonably necessary to administer the provisions of this chapter. It may conduct investigations concerning alleged violations of the provisions of this chapter. In making such investigations and in all proceedings under RCW 18.43.110, the chairman of the board or any member of the board acting in his place may administer oaths or affirmations to witnesses appearing before the board, subpoena witnesses and compel their attendance, and require the production of books, records, papers and documents. If any person shall refuse to obey any subpoena so issued, or shall refuse to testify or produce any books, records, papers or documents so required to be produced, the board may present its petition to the superior court of the county in which such person resides, setting forth the facts, and thereupon the court shall, in any proper case, enter a suitable order compelling compliance with the provisions of this chapter and imposing such other terms and conditions as the court may deem equitable. The board shall submit to the governor an annual report of its transactions of the preceding year, including a complete statement of the receipts and disbursements of the professional engineer's account of the general fund, attested by affidavits of its chairman and secretary. A roster, showing the names and places of business of all registered professional engineers and land surveyors shall also be included in the above men-

[ 1695 ]
tioned annual report. Copies of this report shall be mailed to all professional engineers and land surveyors registered under this chapter, and furnished to the public upon request.

Sec. 2. Section 9, chapter 283, Laws of 1947 and RCW 18.43.060 are each amended to read as follows:

When oral or written examinations are required, they shall be held at such time and place as the board shall determine. If examinations are required on fundamental engineering subjects (such as ordinarily given in college curricula) the applicant shall be permitted to take this part of the professional examination prior to his completion of the requisite years of experience in engineering work. The board shall issue to each applicant upon successfully passing the examination in fundamental engineering subjects a certificate stating that he has passed the examination in fundamental engineering subjects and that his name has been recorded as an engineer-in-training.

The scope of the examination and the methods of procedure shall be prescribed by the board with special reference to the applicant's ability to design and supervise engineering works so as to insure the safety of life, health and property. Examinations shall be given for the purpose of determining the qualifications of applicants for registration separately in engineering and in land surveying. A candidate failing an examination may apply for re-examination at the expiration of six months and will be reexamined without payment of additional fees. Subsequent examinations will be granted upon payment of a fee to be determined by the board.

Sec. 3. Section 11, chapter 283, Laws of 1947, as amended by section 5, chapter 297, Laws of 1959, and RCW 18.43.080 are each amended to read as follows:

Certificates of registration and certificates of au-
thorization and renewals thereof shall expire on the last day of the month of December following their issuance or renewal and shall become invalid on that date unless renewed. It shall be the duty of the director of licenses to notify every person, firm or corporation registered under this chapter, of the date of the expiration of his certificate and the amount of the renewal fee that shall be required for its renewal for one year. Such notice shall be mailed at least thirty days before the end of December of each year. Renewal may be effected during the month of December by the payment of a fee of seven dollars and fifty cents for professional engineer, professional engineer and land surveyor, and seven dollars and fifty cents for land surveyor. In case any professional engineer and/or land surveyor registered under this chapter shall fail to pay the renewal fee hereinabove provided for, within thirty days from the date when the same shall become due, the renewal fee shall be the current fee plus an amount equal to one year's fee.

All fees provided by RCW 18.43.050 shall be paid into the state general fund. Also the first five dollars of each payment for renewal of a professional engineer certificate and of a professional engineer and land surveyor certificate and the first three dollars of each payment for renewal of a land surveyor's certificate paid under the provisions of RCW 18.43.080 as amended shall be paid into the state general fund, and all sums in excess of these amounts shall be paid into the professional engineers' account of the general fund, which account is hereby established, to be used to carry out the purposes and provisions of RCW 18.43.035, 18.43.110 and 18.43.140.

Sec. 4. Section 2, chapter 297, Laws of 1959 and RCW 18.43.105 are each amended to read as follows:

As used in this chapter "misconduct or malprac-
"Misconduct or malpractice in the practice of engineering" defined.

"Misconduct or malpractice in the practice of engineering" shall include but not be limited to the following:

1. Offering to pay, paying or accepting, either directly or indirectly, any substantial gift, bribe, or other consideration to influence the award of professional work;

2. Being wilfully untruthful or deceptive in any professional report, statement or testimony;

3. Attempting to injure falsely or maliciously, directly or indirectly, the professional reputation, prospects or business of anyone;

4. Failure to state separately or to charge separately for professional engineering services or land surveying where other services or work are also being performed in connection with the engineering services;

5. Conviction in any court of any offense involving moral turpitude;

6. Violation of any provisions of this chapter;

7. Conflict of interest—Having a financial interest in bidding for or performance of a contract to supply labor or materials for or to construct a project for which employed or retained as an engineer except with the consent of the client or employer after disclosure of such facts; or allowing an interest in any business to affect a decision regarding engineering work for which retained, employed, or called upon to perform;

8. Nondisclosure—Failure to promptly disclose to a client or employer any interest in a business which may compete with or affect the business of the client or employer;

9. Unfair competition—Reducing a fee quoted for prospective employment or retainer as an engineer after being informed of the fee quoted by another engineer for the same employment or retainer;

10. Improper advertising—Soliciting retainer or employment by advertisement which is undigni-
fied, self-laudatory, false or misleading, or which makes or invites comparison between the advertiser and other engineers;

(11) Committing any other act, or failing to act, which act or failure are customarily regarded as being contrary to the accepted professional conduct or standard generally expected of those practicing professional engineering or land surveying.

Sec. 5. Section 16, chapter 283, Laws of 1947, as amended by section 7, chapter 297, Laws of 1959, and RCW 18.43.130 are each amended to read as follows:

This chapter shall not be construed to prevent or affect:

(1) The practice of any other legally recognized profession or trade; or

(2) The practice of a person not a resident and having no established place of business in this state, practicing or offering to practice herein the profession of engineering or land surveying, when such practice does not exceed in the aggregate more than thirty days in any calendar year: Provided, Such person is legally qualified by registration to practice the said profession in his own state or country in which the requirements and qualifications for obtaining a certificate of registration are not lower than those specified in this chapter; or

(3) The practice of a person not a resident and having no established place of business in this state, or who has recently become a resident thereof, practicing or offering to practice herein for more than thirty days in any calendar year the profession of engineering or land surveying, if he shall have filed with the board an application for a certificate of registration and shall have paid the fee required by this chapter: Provided, That such person is legally qualified by registration to practice engineering or land surveying in his own state or coun-
try in which the requirements and qualifications of obtaining a certificate of registration are not lower than those specified in this chapter. Such practice shall continue only for such time as the board requires for the consideration of the application for registration; or

(4) The work of an employee or a subordinate of a person holding a certificate of registration under this chapter, or an employee of a person practicing lawfully under provisions of this section: Provided, Such work does not include final design or decisions and is done under the direct responsibility, checking and supervision of a person holding a certificate of registration under this chapter or a person practicing lawfully under the provisions of this section; or

(5) The work of a person rendering engineering or land surveying services to a corporation, as an employee of such corporation, when such services are rendered in carrying on the general business of the corporation and such general business does not consist, either wholly or in part, of the rendering of engineering services to the general public: Provided, That such corporation employs at least one person holding a certificate of registration under this chapter or practicing lawfully under the provisions of this chapter; or

(6) The practice of officers or employees of the government of the United States while engaged within the state in the practice of the profession of engineering or land surveying for said government; or

(7) Nonresident engineers employed for the purpose of making engineering examinations; or

(8) The practice of engineering in this state by a corporation or joint stock association: Provided, That

(a) Such corporation shall file with the board an application for certificate of authorization upon
a form to be prescribed by the board and containing information required to enable the board to determine whether such corporation is qualified in accordance with the provisions of this chapter to practice engineering in this state;

(b) Such corporation shall file with the board a certified copy of a resolution of the board of directors of the corporation which shall designate a person holding a certificate of registration under this chapter as responsible for the practice of engineering by said corporation in this state and shall provide that full authority to make all final engineering decisions on behalf of said corporation with respect to work performed by the corporation in this state shall be granted and delegated by the board of directors to the person so designated in said resolution: Provided, That the filing of such resolution shall not relieve the corporation of any responsibility or liability imposed upon it by law or by contract;

(c) Such corporation shall file with the board a designation in writing setting forth the name or names of a person or persons holding certificates of registration under this chapter who shall be in responsible charge of each project and each major branch of the engineering activities in which the corporation shall specialize in this state. In the event there shall be a change in the person or persons in responsible charge of any project or major branch of the engineering activities, such changes shall be designated in writing and filed with the board within thirty days after the effective date of such changes;

(d) Upon the filing with the board of the application for certificate for authorization, certified copy of resolution, affidavit and designation of persons specified in subparagraphs (a), (b), and (c) of this section the board shall issue to such corporation a certificate of authorization to practice engineering
in this state upon a determination by the board
(1) that:

(i) The by-laws of the corporation contain
provisions that all engineering decisions pertaining
to any project or engineering activities in this state
shall be made by the specified engineer in respons-
able charge, or other responsible engineers under
his direction or supervision;

(ii) The application for certificate of authoriza-
tion states the type, or types, of engineering prac-
ticed, or to be practiced by such corporation;

(iii) A current certified financial statement ac-
curately reflecting the financial condition of the
corporation has been filed with the board and is
available for public inspection;

(iv) The applicant corporation has the ability
to provide through qualified engineering personnel,
professional services or creative work requiring
engineering experience, and that with respect to
the engineering services which the corporation
undertakes or offers to undertake such personnel
have the ability to apply special knowledge of the
mathematical, physical, and engineering sciences to
such professional services or creative work as con-
sultation, investigation, evaluation, planning, design
and supervision of construction for the purpose of
assuring compliance with specifications and design,
in connection with any public or private utilities,
structures, buildings, machines, equipment, proc-
esses, works or projects;

(v) The application for certificate of authoriza-
tion states the professional records of the designated
person or persons who shall be in responsible charge
of each project and each major branch of engineer-
ing activities in which the corporation shall special-
ize;

(vi) The application for certificate of authoriza-
tion states the experience of the corporation, if any,
in furnishing engineering services during the preceding five year period and states the experience of the corporation, if any, in the furnishing of all feasibility and advisory studies made within the state of Washington;

(vii) The applicant corporation meets such other requirements related to professional competence in the furnishing of engineering services as may be established and promulgated by the board in furtherance of the objectives and provisions of this chapter; and

(2) upon a determination by the board based upon an evaluation of the foregoing findings and information that the applicant corporation is possessed of the ability and competence to furnish engineering services in the public interest.

The board may in the exercise of its discretion refuse to issue or may suspend and/or revoke a certificate of authorization to a corporation where the board shall find that any of the officers, directors, incorporators, or the stockholders holding a majority of stock of such corporation has committed misconduct or malpractice as defined in RCW 18.43.105 or has been found personally responsible for misconduct or malpractice under the provisions of subsections (f) and (g) hereof.

The certificate of authorization shall specify the major branches of engineering of which the corporation has designated a person or persons in responsible charge as provided in subsection (8) (c) of this section.

(e) In the event a corporation, organized solely by a group of engineers, each holding a certificate of registration under this chapter, applies for a certificate of authorization, the board may, in its discretion, grant a certificate of authorization to such corporation based on a review of the professional records of such incorporators, in lieu of the
required qualifications set forth in this subsection. In the event the ownership of such corporation shall be altered, the corporation shall apply for a revised certificate of authorization, based upon the professional records of the owners, if exclusively engineers or, otherwise, under the qualifications required by subparagraphs (a), (b), (c) and (d) hereof.

(f) Any corporation authorized to practice engineering under this chapter, together with its directors and officers for their own individual acts, are responsible to the same degree as an individual registered engineer, and must conduct its business without misconduct or malpractice in the practice of engineering as defined in this chapter.

(g) Any corporation which has been duly certified under the provisions of this chapter and has engaged in the practice of engineering shall have its certificate of authorization either suspended or revoked by the board if, after a proper hearing, the board shall find that the corporation has committed misconduct or malpractice as defined in RCW 18.43.105. In such case any individual engineer holding a certificate or registration under this chapter, involved in such malpractice or misconduct, shall have his certificate of registration suspended or revoked also.

(h) All plans, specifications, designs and reports when issued in connection with work performed by a corporation under its certificate of authorization shall be prepared by or under the responsible charge of and shall be signed by and shall be stamped with the official seal of a person holding a certificate of registration under this chapter.

(i) For each certificate of authorization issued under the provisions of this subsection (8) of this section there shall be paid an initial fee of five hundred dollars and an annual renewal fee of one
hundred dollars, which sums shall be paid into the professional engineers' account of the general fund.

(9) The practice of engineering and/or land surveying in this state by partnership: Provided, That

(a) A majority of the members of the partnership are engineers or architects or land surveyors duly certificated by the state of Washington or by a state, territory, possession, district or foreign country meeting the reciprocal provisions of RCW 18.43.100: Provided, That at least one of the members is a professional engineer or land surveyor holding a certificate issued by the director of licenses under the provisions of RCW 18.43.070; and

(b) Except where all members of the partnership are professional engineers or land surveyors or a combination of professional engineers and land surveyors or where all members of the partnership are either professional engineers or land surveyors in combination with an architect or architects all of which are holding certificates of qualification therefor issued under the laws of the state of Washington, the partnership shall file with the board an instrument executed by a partner on behalf of the partnership designating the persons responsible for the practice of engineering by the partnership in this state and in all other respects such person so designated and such partnership shall meet the same qualifications and shall be subject to the same requirements and the same penalties as those pertaining to corporations and to the responsible persons designated by corporations as provided in subsection (8) of this section.

For each certificate of authorization issued under the provisions of this subsection (9) of this section there shall be paid an initial fee of one hundred dollars and an annual renewal fee of twenty-five dollars, which sum shall be paid into the professional engineers' account of the general fund.

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Severability. Sec. 6. If any section of this act or part thereof shall be adjudged unconstitutional or invalid, such adjudication shall not invalidate any other provision or provisions thereof.

Emergency. Sec. 7. This act is necessary for the immediate preservation of the public peace, health and safety, and support of the state government and its existing public institutions, and shall take effect immediately.

Passed the Senate March 7, 1961.
Passed the House March 6, 1961.
Approved by the Governor March 16, 1961.

CHAPTER 143.
[S. E. 338.]

TAXATION—LIMITATION OF LEVIES—FORTY MILL LIMIT.

An Act relating to revenue and taxation; and amending section 84.52.050, chapter 15, Laws of 1961 (House Bill No. 6) and RCW 84.52.050.

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

SECTION 1. Section 84.52.050, chapter 15, Laws of 1961 (House Bill No. 6) and RCW 84.52.050 are each amended to read as follows:

Except as hereinafter provided, the aggregate of all tax levies upon real and personal property by the state, municipal corporations, taxing districts and governmental agencies, now existing or hereafter created, shall not in any year exceed forty mills on the dollar of assessed valuation, which assessed valuation shall be fifty percent of the true and fair value of such property in money; and within and subject to the aforesaid limitation the levy by the state shall not exceed two mills to be used exclusively for the public assistance program of the state; the levy by any county shall not exceed eight mills; the levy