CHAPTER 41.
[ House Bill No. 319. ]

INDUSTRIAL INSURANCE—EXCESS FUNDS—INVESTMENT.

An Act relating to industrial insurance and the funds thereunder; and amending section 51.44.100, chapter 23, Laws of 1961 as amended by section 10, chapter 281, Laws of 1961, and RCW 51.44.100.

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

Section 1. Section 51.44.100, chapter 23, Laws of 1961 as amended by section 10, chapter 281, Laws of 1961, and RCW 51.44.100 are each amended to read as follows:

Whenever, in the judgment of the state finance committee, there shall be in the accident fund, medical aid fund, or in the reserve fund, funds in excess of that amount deemed by such committee to be sufficient to meet the current expenditures properly payable therefrom, the committee may invest such excess funds in national, state, county, municipal, or school district bonds, and shall exercise the same discretion and have the same authority with respect to the investment of such excess funds as is provided by law with respect to the investment of the state employees' retirement funds. The committee may, in addition, invest such excess funds in motor vehicle fund warrants issued to pay the costs of acquisition of real property or property rights therein necessary
for the improvement of the state highway system when authorized by agreement between the committee and the state highway commission requiring repayment of the invested funds from any moneys in the motor vehicle fund available for state highway construction.

Passed the House March 22, 1965.
Passed the Senate March 24, 1965.
Approved by the Governor April 2, 1965.

CHAPTER 42.
[House Bill No. 347.]
CITIES AND TOWNS—INCORPORATION—FRANCHISES.

An Act relating to cities and towns; and adding a new section to chapter 7, Laws of 1965 and to chapter 35.02 RCW.

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

SECTION 1. There is added to chapter 7, Laws of 1965 and to chapter 35.02 RCW a new section to read as follows:

The incorporation of any territory within the boundaries of any city pursuant to the provisions of chapters 35.02 through 35.04 shall cancel, as of the effective date of such incorporation, any franchise or permit theretofore granted to any person, firm or corporation by the state of Washington, or by the governing body of such incorporated territory, authorizing or otherwise permitting the operation of any public transportation, garbage collection and/or disposal or other similar public service business or facility within the limits of the incorporated territory, but the holder of any such franchise or permit canceled pursuant to this section shall be forthwith granted by the incorporating city a franchise to con-