

CHAPTER 106.

[Substitute Senate Bill No. 405.]

BONDS—WATER POLLUTION CONTROL FACILITIES.

AN ACT relating to state government and the support thereof; authorizing the issuance and sale of state general obligation bonds to assist public bodies in the construction and improvement of water pollution control facilities; providing ways and means to pay said bonds; making an appropriation; and providing for submission of this act to a vote of the people.

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

Water pollution control facilities—
State bonds.
Authority to issue.

Section 1. For the purpose of providing state matching funds to assist public bodies in the construction and improvement of water pollution control facilities the state finance committee is hereby authorized to issue any time prior to January 1, 1971 general obligation bonds of the state of Washington in the sum of twenty-five million dollars to be paid and discharged within twenty years of the date of issuance.

The state finance committee is authorized to prescribe the form of such bonds, and the time of sale of all or any portion or portions of such bonds, and the conditions of sale and issuance thereof: *Provided*, That none of the bonds herein authorized shall be sold for less than the par value thereof, nor shall they bear interest at a rate in excess of six percent per annum.

The bonds shall pledge the full faith and credit of the state of Washington and contain an unconditional promise to pay the interest and principal when due. The committee may provide that the bonds, or any of them, may be called prior to the due date thereof under such terms and conditions as it may determine. The state finance committee may authorize the use of facsimile signatures in the issuance of the bonds.

Sec. 2. The pollution control commission is authorized to make and administer grants to any public bodies for the purpose of aiding in the construction and improvement of water pollution control facilities in conjunction with federal grants authorized pursuant to the Federal Water Pollution Control Act.

State grants
for water pol-
lution control.

Sec. 3. The proceeds from the sale of the bonds authorized herein, together with all grants, donations, transferred funds and all other moneys which the state finance committee may direct the state treasurer to deposit therein shall be deposited in the water pollution control facilities account hereby created in the state general fund, and shall be administered by the pollution control commission under the authority granted by section 2 of this act.

Bond proceeds
deposited.

Sec. 4. The water pollution control facilities bond redemption fund is hereby created in the state treasury, which fund shall be exclusively devoted to the payment of interest on and retirement of the bonds authorized by this act. The state finance committee shall, on or before June 30th of each year, certify to the state treasurer the amount needed in the ensuing twelve months to meet bond retirement and interest requirements and on July 1st of each year the state treasurer shall deposit such amount in said water pollution control facilities redemption fund from moneys transmitted to the state treasurer by the tax commission and certified by the tax commission to be sales tax collections and such amount certified by the state finance committee to the state treasurer shall be a prior charge against all retail sales tax revenues of the state of Washington, except that portion thereof heretofore pledged for the payment of bond principal and interest.

Water pollu-
tion control
facilities bond
redemption
fund—Creation
—Sales taxes,
pledge to re-
pay bonds.

The owner and holder of each of said bonds or the trustee for any of the bonds may by mandamus

or other appropriate proceeding require and compel the transfer and payment of funds as directed herein.

Water pollution control facilities bonds
—Additional sources of funds.

Sec. 5. The legislature may provide additional means for raising moneys for the payment of the interest and principal of the bonds authorized herein and this shall not be deemed to provide an exclusive method for such payment.

Bonds are legal investment.

Sec. 6. The bonds herein authorized shall be a legal investment for all state funds or for funds under state control and all funds of municipal corporations.

Appropriation, after effective date of act.

Sec. 7. There is appropriated to the pollution control commission from the water pollution control facilities account for the period from the effective date of this act through June 30, 1969, the sum of nine million dollars. The pollution control commission shall request from the 1969 legislature an appropriation from the water pollution control facilities account in an amount necessary to carry out the grant program of this act.

Definitions.

Sec. 8. For the purposes of this act the terms:

(1) "Water pollution control facilities" means the various devices used in the treatment of sewage or industrial wastes of a liquid nature, including the necessary intercepting sewers, outfall sewers, pumping, power, and other equipment, and their appurtenances, and includes any extensions, improvements, remodeling, additions, and alterations thereof;

(2) "Public bodies" means municipal or public corporations, counties, or departments or agencies of state government.

Referendum.

Sec. 9. This act shall be submitted to the people for their adoption and ratification, or rejection, at the next general election to be held in this state in accordance with the provisions of section 3, Article

VIII of the state Constitution; and in accordance with the provisions of section 1, Article II of the state Constitution as amended, and the laws adopted to facilitate the operation thereof.

Passed the Senate February 24, 1967.

Passed the House March 7, 1967.

Approved by the Governor March 21, 1967.

CHAPTER 107.

[Senate Bill No. 270.]

LOCAL GOVERNMENT INDEBTEDNESS.

AN ACT relating to local government and permitting certain indebtedness for taxing districts, political subdivisions or municipal or quasi municipal corporations; amending section 35.92.080, chapter 7, Laws of 1965 and RCW 35.92.080; amending sections 36.67.020 and 36.67.040, chapter 4, Laws of 1963 and RCW 36.67.020 and 36.67.040; amending section 1, chapter 143, Laws of 1917 as last amended by section 1, chapter 227, Laws of 1959 and RCW 39.36.020; amending section 5, chapter 151, Laws of 1923 and RCW 39.44.070; and repealing section 35.37.080, chapter 7, Laws of 1965 and RCW 35.37.080.

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

Section 1. Section 35.92.080, chapter 7, Laws of 1965 and RCW 35.92.080 are each amended to read as follows:

RCW 35.92.080 amended.

When the voters have adopted a proposition for any public utility and have authorized a general indebtedness, general city or town bonds may be issued. The bonds shall be registered or coupon bonds; numbered from one up consecutively; bear the date of their issue; and bear interest not exceeding six percent per year, payable semiannually, with interest coupons attached, and the principal and interest shall be made payable at such place as may be designated. Except as otherwise provided in RCW

Cities and towns. Municipal utilities. Limit of indebtedness.