

CHAPTER 148.

[Engrossed Senate Bill No. 532.]

STATE BUILDING AND HIGHER EDUCATION CONSTRUCTION—BONDS.

AN ACT relating to state government and the support thereof; authorizing the issuance and sale of state general obligation bonds to provide for needful land acquisition and buildings for the department of general administration, institutions of higher education and the department of institutions; providing ways and means to pay said bonds; making appropriations; and providing for submission of this act to a vote of the people.

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

State building and higher education construction bonds—Authorized, form and terms.

Section 1. For the purpose of providing needed capital improvements for the department of general administration, the institutions of higher education and the department of institutions, the state finance committee is authorized to issue, at any time prior to January 1, 1972, general obligation bonds of the state of Washington in the sum of sixty-three million fifty-nine thousand dollars or so much thereof as shall be required to finance the capital projects set forth in section 6 of this act, 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 per cent per annum.

The bonds shall pledge the full faith and credit of the state of Washington and contain an unconditional promise to pay the principal and interest 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 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 state building and higher education construction account created in the state general fund.

Proceeds of
bond sales—
Disposition.

Sec. 3. The state building and higher education bond redemption fund is 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 the state building and higher education bond 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 which has been heretofore pledged for the payment of bond principal and interest.

State building and higher
education bond
redemption
fund—Creation
—Deposits to
—Sales tax
source.

The owner and holder of each of the 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.

Sec. 4. The legislature may provide additional

Additional sources.

means for raising moneys for the payment of the interest and principal of the bonds authorized herein and this act shall not be deemed to provide an exclusive method for such payment.

Bonds are legal investment.

Sec. 5. 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.

State higher education institutions—Budget and appropriations.

Sec. 6. The following sums, or so much thereof as may be necessary, are appropriated from the state building and higher education construction account: *Provided*, That the legislature may reappropriate the unexpended balance from any project for other projects within the scope of section 1 of this act.

For the Department of General Administration		
Construct and equip addition to state library	\$	562,113
For the Washington Correction Center		
Construct and equip honor housing for 270 inmates	\$	1,875,630
For the Maple Lane School		
Construct and equip treatment security unit	\$	264,970
For the Spruce Canyon Youth Camp		
Construct and equip vocational-gymnasium building	\$	194,411
For the School for the Blind		
Construct and equip student residence hall	\$	373,000
For the School for the Deaf		
Construct and equip field house	\$	150,000
For the Rainier School		
Construct and equip training and service building	\$	650,000
Construct and equip volunteer services building	\$	150,000

For the Fircrest School	
Replace Redwood Hall, Phase II	\$ 2,550,000
For the University of Washington	
Construct and equip law school center	\$ 5,100,000
Construct and equip psychology building	\$ 3,500,000
Construct and equip performing arts building	\$ 3,700,000
Construct and equip computer center addition	\$ 1,300,000
Construct and equip electrical engineering addition	\$ 650,000
Enlarge plant services building	\$ 1,900,000
Expand and equip radiation therapy and hospital clinic	\$ 2,050,000
For Washington State University	
Construct and equip agricultural services building	\$ 3,934,775
Construct and equip physical sciences building	\$ 3,148,630
For Western Washington State College	
Construct additional instruction facilities	\$ 1,883,500
Construct and equip physical education addition	\$ 490,000
Construct and equip administration building	\$ 1,650,000
Renovation of Old Main	\$ 975,000
Complete construction and equipping of education-psychology building	\$ 850,000
For Central Washington State College	
Construct and equip instructional center	\$ 3,009,500
Construct and equip library addition	\$ 2,070,000

State higher education institutions—Budget and appropriations.

For Eastern Washington State College	
Construct and equip health and physical education building	\$ 1,125,000
Construct and equip classroom building	\$ 1,500,000
Construct and equip radio-television building	\$ 500,000
Construct and equip drama building	\$ 800,000
Construct and equip art building	\$ 1,090,000
For the Fourth State College	
Construction Phase I	\$15,000,000
For the Finance Committee	\$ 62,471

"Capital improvement" and "capital project" defined.

Sec. 7. The words "capital improvement" or "capital project" used herein shall mean acquisition of sites, easements, rights of way or improvements thereon or appurtenances thereto, construction and initial equipment, reconstruction, demolition or major alteration of new or presently owned capital assets.

Referendum.

Sec. 8. This act shall be submitted to the people for their adoption and ratification, or rejection, at the general election to be held in this state on the Tuesday next succeeding the first Monday in November, 1968, 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.

Conditional budget and appropriations.

Sec. 9. *Anything in this act to the contrary notwithstanding, if the constitutional amendment proposed in Senate Joint Resolution No. 17 shall be adopted by the electorate in the 1967 general election.*

(1) the sum of sixty-three million fifty-nine thousand dollars authorized for issue as general obligation bonds in section 1 of this act shall be reduced

to the sum of twelve million six hundred seven thousand five hundred ninety-five dollars, and

(2) each of the following capital projects shall be deleted from section 6 of this act:

For the University of Washington

<i>Law school center</i>	\$ 5,100,000
<i>Psychology building</i>	\$ 3,500,000
<i>Performing arts building</i>	\$ 3,700,000
<i>Computer center addition</i>	\$ 1,300,000
<i>Electrical engineering addition</i>	\$ 650,000

For Washington State University

<i>Agricultural sciences building</i>	\$ 3,934,775
<i>Physical sciences building</i>	\$ 3,148,630

For Western Washington State College

<i>Additional instructional facilities</i>	\$ 1,883,500
<i>Physical education building</i>	\$ 490,000
<i>Administration building</i>	\$ 1,650,000

For Central Washington State College

<i>Instructional center</i>	\$ 3,009,500
<i>Library addition</i>	\$ 2,070,000

For Eastern Washington State College

<i>Health and physical education building</i>	\$ 1,125,000
<i>Classroom building</i>	\$ 1,500,000
<i>Radio-television building</i>	\$ 500,000
<i>Drama building</i>	\$ 800,000
<i>Art building</i>	\$ 1,090,000

For the Fourth State College

<i>Construction Phase I</i>	\$15,000,000
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*Words in italics vetoed by Governor.

Passed the Senate April 29, 1967.

Passed the House April 28, 1967.

Approved by the Governor May 10, 1967, with the exception of Section 9 which was vetoed.

NOTE: Governor's explanation of partial veto is as follows:

"This bill submits to the voters of the State of Washington for their approval or rejection a proposed state general obligation bond issue of \$63,059,000 to provide necessary new facilities at certain state institutions, the state library, the three state colleges and the two state

universities. The bill also would provide the funds for first phase construction at the fourth state college authorized by the 1967 legislature. I approve of this bond issue and trust that the voters of the state will ratify it at the election to be held in November, 1968.

"However, Section 9 of the bill is unnecessary, and may prove confusing to the voters if it remains in the measure when it is submitted at the 1968 general election. Section 9 provides conditionally that the bond issue be reduced to \$12,607,595, by eliminating from the bill all funds for institutions of higher education. The condition specified is the ratification of a constitutional amendment proposed in Senate Joint Resolution No. 17 at an election to be held in November, 1967. This proposed constitutional amendment would eliminate the need for many statewide bond issues by authorizing a State Building Authority to lease buildings to state agencies and finance the construction or acquisition cost through the sale of revenue bonds. If the State Building Authority were activated later this year, it would finance construction of needed higher education facilities, including the new four-year college, approximately a year sooner than will be possible under Senate Bill No. 532.

"Section 9 is meaningless, because no state general election will be held in November, 1967.

"A bill authorizing annual state elections was introduced during the 1967 legislative session at my request. It was passed by the House of Representatives, but failed to emerge from the Senate Rules Committee. It is unfortunate that the people will not have the benefit of annual state elections in order to vote promptly on vital issues facing the state, such as proposed constitutional amendments, matters relating to a constitutional convention and other measures referred to the people. Since this is not possible, I believe Senate Bill 532 will be less confusing to the voters if references to a proposed 1967 general election are eliminated.

"Therefore, I have vetoed Section 9. The remainder of Senate Bill No. 532 is approved."

DANIEL J. EVANS,
Governor.
