judgments may be filed and entered in judgment lien dockets in superior courts with like effect as in other cases.

Passed the House March 3, 1973. Passed the Senate February 26, 1973. Approved by the Governor March 19, 1973. Filed in Office of Secretary of State March 19, 1973.

> CHAPTER 129 [House Bill No. 645] COMMUNITY COLLEGES -- MULTIPLE REGISTRATION

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AN ACT Relating to community colleges; and adding a new section to chapter 28B.50 RCW.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

NEW SECTION. Section 1. There is added to chapter 28B.50 RCW a new section to read as follows:

In addition to other powers and duties, the college board may issue rules and regulations permitting a student to register at more than one community college, provided that such student shall pay tuition and fees as if he were registered at a single college, but not to exceed tuition and fees charged a full-time student as established by RCW 28B.15.500.

Passed the House March 3, 1973. Passed the Senate February 28, 1973. Approved by the Governor March 19, 1973. Filed in Office of Secretary of State March 19, 1973.

> CHAPTER 130 [House Bill No. 79] SAVINGS AND LOAN ASSOCIATIONS --SUPERVISION AUTHORITY

AN ACT Relating to savings and loan associations; amending section 95, chapter 235, Laws of 1945 and RCW 33.04.020; amending section 17, chapter 235, Laws of 1945 and RCW 33.16.040; amending section 25, chapter 235, Laws of 1945 and RCW 33.16.110; amending section 27, chapter 235, Laws of 1945 and RCW 33.16.120; amending section 69, chapter 235, Laws of 1945 as last amended by section 4, chapter 280, Laws of 1959 and RCW 33.24.120; amending section 7, chapter 49, Laws of 1967 and RCW 33.24.230; amending section 13, chapter 107, Laws of 1969 and RCW 33.24.270; amending section 14, chapter 107, Laws

of 1969 and RCW 33.24.280; amending section 106, chapter 235, Laws of 1945 and RCW 33.40.050; adding a new section to chapter 33.04 RCW; adding new sections to chapter 235, Laws of 1945 and to chapter 33.24 RCW; adding new sections to chapter 33.48 RCW; prescribing penalties; and declaring an emergency.

## BE IT ENACTED BY THE LEGISLATUPE OF THE STATE OF WASHINGTON:

NEW SECTION. Section 1. There is added to chapter 235, Laws of 1945 and to chapter 33.24 RCW a new section to read as follows:

As used in this 1973 amendatory act the following words, unless differently defined shall have the meanings and references as follows:

(1) "Subsidiary" of a person or company for purposes of this 1973 amendatory act, means any person or company which is controlled by such person or company.

(2) "Control" means directly or indirectly or acting in concert with one or more other persons or companies, or through one or more subsidiaries, owning, controlling, or holding with the power to vote twenty-five percent or more of the outstanding guaranty stock of a savings and loan association.

(3) "Acquiring party" means the person, company, or subsidiary acquiring control of a savings and loan association.

NEW SECTION. Sec. 2. There is added to chapter 235, Laws of 1945 and to chapter 33.24 RCW a new section to read as follows:

It is unlawful for any acquiring party to acquire control of a savings and loan association until thirty days after the date of filing with the supervisor an application containing substantially all of the following information and any additional information that the supervisor may prescribe as necessary or appropriate in the public interest or for the protection of savings account holders, borrowers or stockholders:

(1) The identity, character and experience of each acquiring party by whom or on whose behalf acquisition is to be made;

(2) The financial and managerial resources and future prospects of each acquiring party involved in the acquisition;

(3) The terms and conditions of any proposed acquisition and the manner in which such acquisition is to be made;

(4) The source and amount of the funds or other consideration used or to be used in making the acquisition and, if any part of these funds or other consideration has been or is to be borrowed or otherwise obtained for the purpose of making the acquisition, a description of the transaction and the names of the parties, however, where a source of funds is a loan made in the lender's ordinary course of business, if the person filing such statement so requests, the commissioner shall not disclose the name of the lender to the

public:

(5) Any plans or proposals which any acquiring party making the acquisition may have to liquidate such savings and loan association to sell its assets, to merge it with any company, or to make any other major changes in its business or corporate structure or management.

(6) The identification of any persons employed, retained or to be compensated by the acquiring party, or by any person on his behalf, who makes solicitations or recommendations to stockholders for the purpose of assisting in the acquisition, and brief description of the terms of such employment, retainer or arrangements for compensation;

(7) Copies of all invitations for tenders or advertisements making a tender offer to stockholders for purchase of their stock to be used in connection with the proposed acquisition: PROVIDED, That when an unincorporated company is required to file the statements under subsections (1), (2) and (6) of this section, the supervisor may require that the information be given with respect to each partner of a partnership or limited partnership, by each member of a syndicate or group, and by each person who controls a partner or member. When an incorporated company is required to file the statements under subsections (1), (2) and (6) of this section, the supervisor may require that the information be given for the corporation and for each officer and director of the corporation and for each person who is directly or indirectly the beneficial owner of twenty-five percent or more of the outstanding voting securities of the corporation: PROVIDED FURTHER, That if any tender offer, request or invitation for tenders or other agreement to acquire control is proposed to be made by means of a registration statement under the Securities Act of 1933 (48 Stat. 74, 15 U.S.C. Sec. 77a), as amended, or in circumstances requiring the disclosure of similar information under the Securities Exchange Act of 1934 (48 Stat. 881; 15 U.S.C. Sec. 77b), as amended, or in an application filed with the federal home loan bank board requiring similar disclosure, such registration statement or application may be filed with the supervisor in lieu of the requirements of this section.

<u>NEW SECTION.</u> Sec. 3. There is added to chapter 235, Laws of 1945 and to chapter 33.24 RCW a new section to read as follows:

The supervisor may within thirty days after the date of filing of the application referred to in section 2 of this 1973 amendatory act, file an action or proceeding in the superior court to prevent the pending acquisition of control if he finds any of the following:

(1) The acquisition would substantially lessen competition or would in any manner be in restraint of trade or would result in a monopoly, or would be in furtherance of any combination or conspiracy WASHINGTON LAWS 1973 Ch. 130

to monopolize or to attempt to monopolize the savings and loan business in any part of the state of Washington, unless he also finds that the anticompetitive effects of the proposed acquisition are clearly outweighed in the public interest by the probable effect of the acquisition in meeting the convenience and needs of the community to be served;

(2) The poor financial condition of any acquiring party might jeopardize the financial stability of the savings and loan association being acquired or might prejudice the interests of the savings account holders, borrowers, or stockholders of the savings and loan association or is not in the public interest;

(3) The plan or proposal under which the acquiring party intends to liquidate the savings and loan association, to sell its assets, or to merge it with any person or company, or to make any other major change in its business or corporate structure or management, is not fair and reasonable to the association's savings account holders, borrowers, or stockholders or is not in the public interest; or

(4) The competence, experience and integrity of any acquiring party who would control the operation of the savings and loan association indicates that approval would not be in the interest of the association's savings account holders, borrowers, or stockholders or in the public interest.

<u>NEW SECTION.</u> Sec. 4. There is added to chapter 235, Laws of 1945 and to chapter 33.24 RCW a new section to read as follows:

Any person who wilfully violates any provision of section 2 of this 1973 amendatory act, or any regulation or order thereunder, is guilty of a misdemeanor and shall upon conviction be fined not more than one thousand dollars for each day during which the violation continues.

NEW SECTION. Sec. 5. There is added to chapter 33.48 RCW a new section to read as follows:

No association shall sell, offer for sale, negotiate for the sale of, take subscriptions for, or issue any of its stock until the association applies for and secures from the supervisor a permit authorizing it to sell guaranty stock.

NEW SECTION. Sec. 6. There is added to chapter 33.48 RCW a new section to read as follows:

No subscriptions or funds from proposed stockholders of any proposed association, prior to its incorporation and prior to a decision by the supervisor on its application for approval of its articles of incorporation, may be solicited or taken until a verified application for an organizing permit has been filed and a permit has been issued by the supervisor authorizing such subscription or collection of funds and then, only in accordance with the terms of Ch.\_\_\_130\_\_\_\_\_WASHINGTON\_LAWS\_1973\_\_\_\_\_

such permit.

NEW SECTION. Sec. 7. There is added to chapter 33.48 RCW a new section to read as follows:

The application for an organizing permit under section 6 of this 1973 amendatory act shall be in writing, verified as provided by law for the verification of pleadings and shall be filed in the office of the supervisor. Such application shall be signed by the proposed incorporators and shall include the following:

The names and addresses of its proposed directors, (1) officers and incorporators, to the extent known;

(2) The proposed location of its office;

(3) A copy of any contract proposed to be used for the subscriptions solicitation of stock and funds for its preincorporation expenses;

(4) A copy of any advertisement, circular, or other written matter proposed to be used for soliciting stock subscriptions and funds for its preincorporation expenses;

(5) A statement of the total funds proposed to be solicited collected prior to incorporation and an itemized estimate of the and preincorporation expenses proposed to be paid;

(6) A list of the names and addresses and amounts of each of known proposed stockholders and contributors to the fund for the preincorporation expenses; and

(7) Such additional information as the supervisor may require.

NEW SECTION. Sec. 8. There is added to chapter 33.48 RCW a new section to read as follows:

The supervisor may impose conditions in his organizing permit issued under section 6 of this 1973 amendatory act concerning the deposit in escrow of funds collected pursuant to said permit, the manner of expenditure of such funds and such other conditions as he deems reasonable and necessary or advisable for the protection of the public and the subscribers to such stock or funds for preincorporation expenses.

NEW SECTION, Sec. 9. There is added to chapter 33.48 RCW a new section to read as follows:

No issued and outstanding stock of an association shall be sold or offered for sale to the public, nor shall subscriptions be solicited or taken for such sales until the association or the selling stockholders have applied for and secured from the supervisor a permit authorizing the sale of the guaranty stock.

This section shall not apply to an offering involving less than ten percent of the issued and outstanding guaranty stock of an association and less than five hundred thousand dollars nor to an made under a registration statement filed under the offering Securities Act of 1933 (48 Stat. 74; 15 U.S.C. Sec. 77a).

NEW SECTION. Sec. 10. There is added to chapter 33.48 RCW a new section to read as follows:

An application for a permit to sell guaranty stock shall be in writing, verified as provided by law for the verification of pleadings and shall be filed in the office of the supervisor by the association or the selling stockholders.

The application shall include the following:

(1) Regarding the association:

(a) The names and addresses of its officers;

(b) The location of its office:

(c) An itemized account of its financial condition within ninety days of the filing date; and

(d) A copy of all minutes of any proceedings of its directors, shareholders, or stockholders relating to or affecting the issue of such stock:

(2) Regarding the offering:

(a) The names and addresses of the selling stockholders and of the officers of any selling corporation and the partners of any selling partnership;

(b) A copy of any contract concerning the sale of the stock;

A copy of a prospectus or advertisement or (C) other description of the stock prepared for distribution or publication in accordance with requirements prescribed by the supervisor;

(d) A brief description of the method by which the stock is to be offered for sale including the offering price and the underwriting commissions and expense, if any; and

(3) Such additional information as the supervisor may require.

NEW SECTION. Sec. 11. There is added to chapter 33.48 RCW a new section to read as follows:

Upon the filing of the application for a permit to sell guaranty stock, the supervisor shall examine the application and other papers and documents filed therewith and he may make a detailed examination, audit, and investigation of the association and its If the supervisor finds that the proposed plan for the affairs. issue and sale of such stock is fair, just and equitable, the supervisor shall issue to the applicant a permit authorizing it to issue and dispose of its stock in such amounts and for such considerations and upon such terms and conditions as the supervisor may provide in the permit. If the supervisor does not so find he shall deny the application and notify the applicant in writing of his decision.

NEW SECTION. Sec. 12. There is added to chapter 33.48 RCW a new section to read as follows:

Every permit to sell guaranty stock shall recite in bold face type that the issuance thereof is permissive only and does not

constitute a recommendation or endorsement of the stock permitted to be issued.

NEW SECTION. Sec. 13. There is added to chapter 33.48 RCW a new section to read as follows:

With respect to sales of guaranty stock by an association, the supervisor may impose conditions requiring the impoundment of the proceeds from the sale of quaranty stock, limiting the expense in connection with the sale of such stock, and other conditions as he deems reasonable and necessary or advisable to insure the disposition of the proceeds from the sale of such stock in the manner and for the purposes provided in the permit.

NEW SECTION. Sec. 14. There is added to chapter 33.48 RCW a new section to read as follows:

The supervisor may amend, alter, or revoke any permit issued to him or temporarily suspend the rights of the association under such permit, if there is a violation of the terms and conditions of the permit or if he determines that the issue and sale is no longer fair, just and equitable.

NEW SECTION. Sec. 15. There is added to chapter 33.48 RCW a new section to read as follows:

An association may purchase stock issued by it in an amount not to exceed the amount of earned surplus or undivided profits available for dividends on its stock if either: the stock so purchased is included for federal estate tax purposes in determining the gross estate of a decedent, and the amount paid for such purchase is entitled to be treated under section 303 of the Internal Revenue Code of 1954 (68A Stat. 3; 26 U.S.C. Sec. 1), or other applicable federal statute or the corresponding provision of any future federal revenue law, as a distribution in full payment in exchange for the stock so purchased, or such purchase is with the prior consent of the supervisor. Stock so purchased until sold shall be carried as Upon the purchase of any stock issued by the treasury stock. association, an amount equal to the purchase price shall be set aside from earned surplus or undivided profits available for dividends to a specific reserve account established for this purpose. Upon sale of such stock, the amount relating thereto in the specific any of reserve account shall be returned to the surplus or undivided profits account (as the case may be) and shall be available for dividends. Reacquired stock shall not be resold at less than its reacquisition cost, without the specific approval of the supervisor, and shall not be resold or reissued except in accordance with sections 9 through 14 of this 1973 amendatory act.

NEW SECTION. Sec. 16. There is added to chapter 33.48 RCW a new section to read as follows:

With the prior consent of the supervisor the guaranty stock of

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an association may be reduced by resolution of the board of directors approved by the vote or written consent of the holders of a majority in amount of the outstanding stock of such association to such amount as the supervisor approves.

<u>NEW SECTION.</u> Sec. 17. There is added to chapter 33.48 RCW a new section to read as follows:

Any surplus resulting from reduction of stock shall not be available for dividends or other distribution to stockholders or shareholders except upon liquidation.

NEW SECTION. Sec. 18. There is added to chapter 33.48 RCW a new section to read as follows:

An association may, by action of its board of directors and with the prior approval of the supervisor, apply any part or all of any paid-in or contributed surplus or any surplus created by reduction of stock to the reduction or writing off of any deficit arising from losses or diminution in value of its assets, or may transfer to or designate as a part of its federal insurance reserve account or any other reserve account irrevocably established for the sole purpose of absorbing losses, any part or all of any paid-in or contributed surplus or any surplus created by reduction of stock.

NEW SECTION. Sec. 19. There is added to chapter 33.48 RCW a new section to read as follows:

Sections 5 through 18 of this 1973 amendatory act shall not apply to foreign associations doing business in this state pursuant to the provisions of chapter 33.32 RCW.

<u>NEW SECTION.</u> Sec. 20. There is added to chapter 33.04 RCW a new section to read as follows:

The supervisor shall adopt uniform rules and regulations in accordance with the administrative procedure act, chapter 34.04 RCW, to govern examinations and reports of savings and loan associations and the form in which they shall report their assets, liabilities, and reserves, charge off bad debts and otherwise keep their records and accounts, and otherwise to govern the administration of this title. He shall mail a copy of the rules and regulations to each savings and loan association at its principal place of business, and they shall be effective thirty days after the mailing thereof. The person doing the mailing shall make and file his affidavit thereof in the office of the supervisor.

Sec. 21. Section 17, chapter 235, Laws of 1945 and RCW 33.16.040 are each amended to read as follows:

If the supervisor shall notify the board of directors of any association in writing, that he has information that any director, officer, or employee of such association is dishonest, reckless, or incompetent or is failing to perform any duty of his office, the board shall meet and consider such matter forthwith and the

supervisor shall have notice of the time and place of such meeting. If the board shall find the supervisor's objection to be well founded, such director, officer, or employee shall be removed immediately. If the board does not remove the director, officer, or employee against whom the objections have been filed, or if the board fails to meet, consider or act upon the objections within twenty days after receiving the same, the supervisor may forthwith or within twenty days thereafter, remove such individual by complying with the administrative procedure act. Title 34 RCW. If the supervisor feels that the public interest or safety of the association, requires the immediate removal of such individual, he may petition the superior court for a temporary injunction removing such individual pending the administrative procedure hearing.

Sec. 22. Section 95, chapter 235, Laws of 1945 and RCW 33.04.020 are each amended to read as follows:

The supervisor (1) shall be charged with the administration and enforcement of this title and shall have and exercise all powers necessary or convenient thereunto;

(2) shall issue to each association doing business hereunder, when it shall have paid its annual license fee and be duly qualified otherwise, a certificate of authority authorizing it to transact business;

(3) shall require of each association ((a semiannual)) an annual statement and such other reports and statements as he may deem desirable, on forms to be furnished by him;

(4) shall require each association to conduct its business in compliance with the provisions of this title;

(5) shall visit and examine into the affairs of every association, ((without previous notice to it;)) at least once in each ((calendar year)) <u>biennium</u>; may appraise and revalue its investments and securities; and shall have full access to all the books, records, papers, securities, correspondence, bank accounts, and other papers of such association for such purposes;

(6) may accept or exchange any information or reports with the examining division of the federal savings and loan insurance corporation or other like agency which may insure the accounts in an association or to which an association may belong;

(7) shall have power to administer oaths to and to examine any person under oath concerning the affairs of any association and, in connection therewith, to issue subpoenas and require the attendance and testimony of any person or persons at any place within this state, and to require witnesses to produce any books, papers, documents, or other things under their control material to such examination; and

(8) shall have any and all other powers incidental to the

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purposes of such examination and administration.

Sec. 23. Section 27, chapter 235, Laws of 1945 and RCW 33.16.120 are each amended to read as follows:

The board of directors shall cause to be prepared, from the books of the association, a statement of assets and of liabilities, as of ((dume 30th and)) December 31st in each year, which statement shall be published on or before the 15th day of January ((and duly)) of each year, in a newspaper of general circulation in the county where the principal office of the association is located.

The board shall also cause to be prepared, certified, and filed with the supervisor, upon blanks to be furnished by him, such reports and statements as he, from time to time, may require.

Sec. 24. Section 7, chapter 49, Laws of 1967 and RCW 33.24.230 are each amended to read as follows:

An association may invest its funds in loans upon the security of mobile dwellings used as semi-permanent or permanent housing. Loans made pursuant to this section shall not exceed ((five)) ten percent of the association's assets, except with the written approval of the supervisor.

Sec. 25. Section 25, chapter 235, Laws of 1945 and RCW 33.16.110 are each amended to read as follows:

The board of directors, not later than at the regular meeting in January of each year, shall adopt a budget of expenses for the ensuing calendar year, which budget may be revised at any regular monthly meeting by a two-thirds vote of the entire board of directors.

The officers shall maintain the expenses of the association within the budget so adopted.

The secretary shall transmit forthwith to the supervisor a copy of the budget, and of each amendment thereof, upon adoption.

((No association; in the course of any fiscal year; shall pay or become liable to pay; either directly or indirectly; for expenses of management and operation; more than two and one-half percent of the first one million dollars of its average assets and two percent in excess thereof;)

Sec. 26. Section 69, chapter 235, Laws of 1945 as last amended by section 4, chapter 280, Laws of 1959 and RCW 33.24.120 are each amended to read as follows:

For every mortgage loan, the borrower shall execute a note and a mortgage which shall constitute a first lien upon a fee estate in improved real property. For such loan, the appraised value shall be the value of the land and the permanent improvements thereon. Appraisals for loan purposes shall be made by two appraisers appointed by the board of directors, either or both of whom, if qualified, may be directors of the association: PROVIDED, That the

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directors of an association may by resolution authorize the reduction in the number of appraisers on every type loan to one qualified appraiser. In cases of loans insured or guaranteed in whole or in part by a government agency, ((an appraisal by an authorized appraiser appointed by the board shall be required in addition to)) the appraisal made by the government agency shall be sufficient.

Every appraisal shall be made in writing, shall state that each appraiser has personally examined said property, has no personal interest therein, the conservative value of the property as so determined, and shall be signed by the appraiser((s)). Such appraisal shall be filed with the association, before any mortgage loan shall be made.

Every mortgage loan, before making, shall be approved by the directors of the association or by a loan committee ((of the directors)) appointed by the directors for ((the)) that purpose.

NEW SECTION. Sec. 27. There is added to chapter 235, Laws of 1945 and to chapter 33.24 RCW a new section to read as follows:

An association may also invest not to exceed five percent of its assets in secured or unsecured loans for any nonbusiness family purposes: PROVIDED, That the principal amount of any such loan shall not exceed five thousand dollars and shall be repayable in monthly, quarterly, or semiannual installments commencing not more than sixty days after the date of such loan and extending over a payment period of not to exceed seven years.

NEW SECTION. Sec. 28. There is added to chapter 235, Laws of 1945 and to chapter 33.24 RCW a new section to read as follows:

The word "mortgage" as used in this title includes deed of trust.

Sec. 29. Section 106, chapter 235, Laws of 1945 and RCW 33.40.050 are each amended to read as follows:

Whenever the supervisor shall determine to liquidate the affairs of an association, he shall cause the attorney general to present to the superior court of the county in which such association has its principal place of business a written petition setting forth the date of his taking possession, the reasons therefor, and other material facts concerning the affairs of the association and, if the court shall determine that said association should be liquidated, it shall appoint the supervisor, and no other person, as the liquidator of such association and fix and require a bond to be given by the liquidator conditioned for the faithful performance of his duties as such liquidator, but if the association has the insurance protection provided by Title IV of the National Housing Act, as now or hereafter amended, the court upon the request of the supervisor may tender to the federal savings and loan insurance corporation the appointment as liquidator. WASHINGTON LAWS 1973 Ch. 130

Upon the filing with and approval by the court of such bond, the supervisor shall enter upon his duties as liquidator of the affairs of the association, and, under the direction of the court, shall administer and liquidate the assets thereof and apply the same to the payment of the expenses of liquidation and the debts of the association, and distribute the remainder to the savings members, first paying juvenile and school savings accounts in full, and distributing the then remainder to the remaining savings accounts proportionately.

If the court tenders the appointment as liquidator to the federal savings and loan insurance corporation, and if the insurance corporation accepts such appointment, it shall have and possess all the powers and privileges provided by the laws of this state with respect to a liquidator of a savings and loan association, its depositors and other creditors, and be subject to all the duties of such liquidator, except insofar as such powers, privileges, or duties are in conflict with the provisions of Title IV of the National Housing Act, as now or hereafter amended. In any liquidator, it may proceed to liquidate without being subject to the control of the court and without bond.

Sec. 30. Section 13, chapter 107, Laws of 1969 and RCW 33.24.270 are each amended to read as follows:

A savings and loan association may purchase and hold for its own investment accounts stock in small business investment companies licensed and regulated by the United States as authorized by the small business act, Public Law 85-536, as amended and now in force, in an amount not to exceed one percent of its ((paid-in capital surplus)) assets.

Sec. 31. Section 14, chapter 107, Laws of 1969 and RCW 33.24.280 are each amended to read as follows:

An association may invest in ((equity securities)) <u>capital</u> <u>stock</u>, <u>capital</u> <u>debentures</u> <u>and</u> <u>bonds</u> issued by any corporation organized under the laws of the United States or any state, subject to the further limitations and conditions that at the time of such investment the aggregate of the reserves, surplus, undivided profits and guaranty stock, if any, of the association is at least equal to five percent of the assets of the association and that immediately upon the making of any investment ((in any equity security)) under authority of this paragraph, the aggregate amount of all ((equity securities)) <u>investments</u> then held by the association under authority of this paragraph does not exceed fifty percent of its <u>guaranty</u> <u>stock</u>, reserves, surplus, and undivided profits.

<u>NEW SECTION.</u> Sec. 32. If any provision of this 1973 amendatory act, or its application to any person or circumstance is

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held invalid, the remainder of the act, or the application of the provision to other persons or circumstances is not affected.

NEW SECTION. Sec. 33. This 1973 amendatory act is necessary for the immediate preservation of the public peace, health and safety, the support of the state government and its existing public institutions, and shall take effect immediately.

> Passed the House March 3, 1973. Passed the Senate Pebruary 27, 1973. Approved by the Governor March 19, 1973. Filed in Office of Secretary of State March 20, 1973.

## CHAPTER 131

[Second Substitute House Bill No. 176] PUBLIC UNIFORMED EMPLOYEES--LABOR NEGOTIATIONS--ARBITRATION

AN ACT Relating to public employees; amending section 3, chapter 108, Laws of 1967 ex. sess. and RCW 41.56.030; amending section 11, chapter 215, Laws of 1969 ex. sess. and RCW 41.56.420; and adding new sections to chapter 41.56 RCW.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

NEW SECTION. Section 1. There is added to chapter 41.56 RCW a new section to read as follows:

The intent and purpose of this 1973 amendatory act is to recognize that there exists a public policy in the state of Washington against strikes by uniformed personnel as a means of settling their labor disputes; that the uninterrupted and dedicated service of these classes of employees is vital to the welfare and public safety of the state of Washington; that to promote such dedicated and uninterrupted public service there should exist an effective and adequate alternative means of settling disputes.

Sec. 2. Section 3, chapter 108, Laws of 1967 ex. sess. and RCW 41.56.030 are each amended to read as follows:

As used in this chapter:

(1) "Public employer" means any officer, board, commission, council, or other person or body acting on behalf of any public body governed by this chapter as designated by RCW 41.56.020, or any subdivision of such public body.

(2) "Public employee" means any employee of a public employer except any person (a) elected by popular vote, or (b) appointed to office pursuant to statute, ordinance or resolution for a specified term of office by the executive head or body of the public employer, or (c) whose duties as deputy, administrative assistant or secretary