make the required contributions. A policy on which no part of the premium is to be derived from funds contributed by the insured persons specifically for their insurance must insure all eligible persons, or all except any as to whom evidence of individual insurability is not satisfactory to the insurer.

(4) The policy must cover at least fifty persons at date of issue.

(5) The amounts of insurance under the policy must be based upon some plan precluding individual selection either by the insured persons or by the policyholder, employers, or unions.

NEW SECTION. Sec. 10. There is added to chapter 79, Laws of 1947 and to chapter 48.36 RCW a new section to read as follows:

Chapter 48.18A RCW, as from time to time amended, shall also apply as to domestic fraternal benefit societies operating on the legal reserve basis, and such a society shall be deemed to be a "life insurer" for the purpose of such chapter.

NEW SECTION. Sec. 11. Section .18.38, chapter 79, Laws of 1947 and RCW 48.18.380 are each repealed.

Approved by the Governor April 24, 1973.
Filed in office of Secretary of State April 25, 1973.

CHAPTER 164
[House Bill No. 564]
CITIES AND TOWNS--ANNEXATION

amending section 35.13.110, chapter 7, Laws of 1965 as last
amended by section 13, chapter 73, Laws of 1967 and RCW
35.13.110; amending section 35.13.125, chapter 7, Laws of 1965
as last amended by section 1, chapter 69, Laws of 1971 and RCW
35.13.125; amending section 35.13.130, chapter 7, Laws of 1965
as last amended by section 2, chapter 69, Laws of 1971 and RCW
35.13.130; amending section 35.13.160, chapter 7, Laws of 1965
as amended by section 12, chapter 88, Laws of 1965 ex. sess.
and RCW 35.13.160; amending section 35.13.171, chapter 7, Laws
of 1965 and RCW 35.13.171; amending section 35.13.172, chapter
7, Laws of 1965 and RCW 35.13.172; amending section 35.13.173,
chapter 7, Laws of 1965 and RCW 35.13.173; amending section
35.13.174, chapter 7, Laws of 1965 and RCW 35.13.174; and
amending section 35.13.175, chapter 7, Laws of 1965 and RCW
35.13.175.

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

Section 1. Section 35.02.150, chapter 7, Laws of 1965 and RCW
35.02.150 are each amended to read as follows:

After the filing of any petition for incorporation with the
county auditor, and pending its final disposition as provided for in
this chapter, no other petition for incorporation ((or)) and no
petition or resolution for annexation which embraces any of the
territory included therein shall be acted upon by the county auditor
or the board of county commissioners, or by any city or town clerk,
city or town council, or by any other public official or body that
might otherwise be empowered to receive or act upon such a petition:
PROVIDED, That any petition for incorporation may be withdrawn, or a
new petition embracing other or different boundaries may be
substituted therefor, by a majority of the signers thereof, at any
time before such petition has been certified by the county auditor to
the board of county commissioners, in which case the same proceedings
shall be taken as in the case of an original petition.

Sec. 2. Section 35.13.015, chapter 7, Laws of 1965 as last
amended by section 6, chapter 52, Laws of 1970 ex. sess. and RCW
35.13.015 are each amended to read as follows:

In addition to the method prescribed by RCW 35.13.020 for the
commencement of annexation proceedings, the legislative body of any
city or town may, whenever it shall determine by resolution that the
best interests and general welfare of such city or town would be
served by the annexation of unincorporated territory contiguous to
such city or town, file a certified copy of the resolution with the
board of county commissioners of the county in which said territory
is located. The resolution of the city or town initiating such
election shall describe the boundaries of the area to be annexed, as
nearly as may be state the number of voters residing therein, pray
for the calling of an election to be held among the qualified voters therein upon the question of annexation, and provide that said city or town will pay the cost of the annexation election. The resolution may require that there also be submitted to the electorate of the territory sought to be annexed a proposition that all property within the area annexed shall, upon annexation, be assessed and taxed at the same rate and on the same basis as the property of such annexing city or town is assessed and taxed to pay for all or any portion of the then outstanding indebtedness of the city or town to which said area is annexed, approved by the voters, contracted, or incurred prior to, or existing at, the date of annexation. Whenever a city or town has prepared and filed a comprehensive plan for the area to be annexed as provided for in RCW 35.13.177 and 35.13.178, the resolution initiating the election may also provide for the simultaneous adoption of the comprehensive plan upon approval of annexation by the electorate of the area to be annexed. The resolution initiating the election may also provide for the simultaneous creation of a community municipal corporation and election of community council members as provided for in RCW 35.14.010 through 35.14.060 upon approval of annexation by the electorate of the area to be annexed. In cities under the optional municipal code the resolution initiating the election may also provide for the simultaneous inclusion of the annexed area into a named existing community municipal corporation. The proposition for the creation of a community municipal corporation may be submitted as part of the annexation proposition or may be submitted as a separate proposition. The proposition for inclusion within a named existing community municipal corporation shall be submitted as part of the annexation proposition.

Sec. 3. Section 35.13.020, chapter 7, Laws of 1965 as last amended by section 8, chapter 73, Laws of 1967 and RCW 35.13.020 are each amended to read as follows:

A petition for an election to vote upon the annexation of a portion of a county to a contiguous city or town signed by qualified voters resident in the area equal in number to twenty percent of the votes cast at the last election may be filed in the office of the board of county commissioners: PROVIDED, That any such petition shall first be filed with the legislative body of the city or town to which the annexation is proposed, and such legislative body shall, by resolution entered within sixty days from the date of presentation, notify the petitioners, either by mail or by publication in the same manner notice of hearing is required by RCW 35.13.040 to be published, of its approval or rejection of the proposed action. The petition may also provide for the simultaneous creation of a community municipal corporation and election of community council members as provided for in RCW 35.14.010 through 35.14.060.
proposition for the creation of a community municipal corporation may be submitted as part of the annexation proposition or may be submitted as a separate proposition.) In approving the proposed action, the legislative body may require that there also be submitted to the electorate of the territory to be annexed, a proposition that all property within the area to be annexed shall, upon annexation be assessed and taxed at the same rate and on the same basis as the property of such annexing city or town is assessed and taxed to pay for all or any portion of the then outstanding indebtedness of the city or town to which said area is annexed, approved by the voters, contracted, or incurred prior to, or existing at, the date of annexation. Whenever the legislative body has prepared and filed a comprehensive plan for the area to be annexed as provided for in RCW 35.13.177 and 35.13.178, the legislative body in approving the proposed action, may require that the comprehensive plan be simultaneously adopted upon approval of annexation by the electorate of the area to be annexed. The approval of the legislative body shall be a condition precedent to the filing of such petition with the board of county commissioners as hereinafter provided. The costs of conducting such election shall be a charge against the city or town concerned. The proposition or questions provided for in this section may be submitted to the voters either separately or as a single proposition.

Sec. 4. Section 35.13.040, chapter 7, Laws of 1965 and RCW 35.13.040 are each amended to read as follows:

Upon the filing of approval by the review board of a twenty percent annexation petition under the election method to call an annexation election, the board of county commissioners at its next meeting shall fix a date for hearing thereon to be held not less than two weeks nor more than four weeks thereafter, of which hearing the petitioners must give notice by publication for once each week at least two weeks prior thereto in some newspaper of general circulation in the city or town to which proposed to be annexed. Upon the day fixed, the board shall hear the petition, and if it complies with the requirements of law and has been approved by the review board, shall grant it. The hearing may be continued from time to time for an aggregate period not exceeding two weeks.

Sec. 5. Section 35.13.050, chapter 7, Laws of 1965 and RCW 35.13.050 are each amended to read as follows:

After the filing with the board of county commissioners of a petition or resolution pursuant to RCW 35.13.015 to call an annexation election, pending the hearing thereupon under the twenty percent annexation petition under the election method and pending the election to be called thereunder, the board of county
commissioners shall not consider any other petition or resolution involving any portion of the territory embraced therein: PROVIDED, that the petition or resolution may be withdrawn or a new petition or resolution embracing other or different boundaries substituted therefor by a majority of the signers thereof, or in the case of a resolution, by the legislative body of the city or town, and the same proceeding shall be taken as in the case of an original petition or resolution.

Sec. 6. Section 35.13.060, chapter 7, Laws of 1965 and RCW 35.13.060 are each amended to read as follows:

Upon granting the petition under the twenty percent annexation petition under the election method, the board of county commissioners shall fix a date for the annexation election, which must be not less than thirty nor more than sixty days thereafter.

Sec. 7. Section 35.13.080, chapter 7, Laws of 1965 as last amended by section 10, chapter 73, Laws of 1967 and RCW 35.13.080 are each amended to read as follows:

Notice of an annexation election shall particularly describe the boundaries of the area proposed to be annexed, describe the boundaries of the proposed service area if the simultaneous creation of a community municipal corporation is provided for, state the objects of the election as prayed in the petition or as stated in the resolution and require the voters to cast ballots which shall contain the words "For annexation" and "Against annexation" or words equivalent thereto, or contain the words "For annexation and adoption of comprehensive plan" and "Against annexation and adoption of comprehensive plan" or words equivalent thereto in case the simultaneous adoption of a comprehensive plan is proposed, and, if appropriate, the words "For creation of community municipal corporation" and "Against creation of community municipal corporation" or words equivalent thereto, or contain the words "For annexation and creation of community municipal corporation" and "Against annexation and creation of community municipal corporation" or words equivalent thereto in case the simultaneous creation of a community municipal corporation is proposed, and which in case the assumption of indebtedness is proposed, shall contain as a separate proposition, the words "For assumption of indebtedness" and "Against assumption of indebtedness" or words equivalent thereto and if only a portion of the indebtedness of the annexing city or town is to be assumed, an appropriate separate proposition for and against the assumption of such portion of the indebtedness shall be submitted to the voters. If the creation of a community municipal corporation and election of community council members is provided for, the notice shall also require the voters within the service area to cast ballots for candidates for positions on such council. The notice shall be...
posted for at least two weeks prior to the date of election in four public places within the area proposed to be annexed and published ((for at least two weeks)) in accordance with the notice required by RCW 29.27.080 prior to the date of election ((in a newspaper printed and published within the limits of the territory proposed to be annexed; or, if there is no such newspaper in a newspaper printed and published in the city or town to which the area is proposed to be annexed; or, if there is no newspaper published in the city or town); in a newspaper of general circulation in the area ((published and printed in the county; such notice shall be in addition to the notice required by chapter 29.27 RCW)) proposed to be annexed.

Sec. 8. Section 35.13.090, chapter 7, Laws of 1965 as last amended by section 11, chapter 73, Laws of 1967 and RCW 35.13.090 are each amended to read as follows:

The proposition for or against annexation or for or against annexation and adoption of the comprehensive plan, or for or against creation of a community municipal corporation, or any combination thereof, as the case may be, shall be deemed approved if a majority of the votes cast on that proposition are cast in favor of annexation or in favor of annexation and adoption of the comprehensive plan, or for creation of the community municipal corporation, or any combination thereof, as the case may be. If a proposition for or against assumption of all or any portion of indebtedness was submitted to the electorate, it shall be deemed approved if a majority of at least three-fifths of the electors of the territory proposed to be annexed voting on such proposition vote in favor thereof, and the number of persons voting on such proposition constitutes not less than forty percent of the total number of votes cast in such territory at the last preceding general election. If either or both propositions were approved by the electors, the board shall enter a finding to that effect on its minutes, a certified copy of which shall be forthwith transmitted to and filed with the clerk of the city or town to which annexation is proposed, together with a certified abstract of the vote showing the whole number who voted at the election, the number of votes cast for annexation and the number cast against annexation or for annexation and adoption of the comprehensive plan and the number cast against annexation and adoption of the comprehensive plan or for creation of a community municipal corporation and the number cast against creation of a community municipal corporation, or any combination thereof, as the case may be, and if a proposition for assumption of all or any
portion of indebtedness was submitted to the electorate, the abstract shall include the number of votes cast for assumption of indebtedness and the number of votes cast against assumption of indebtedness, together with a statement of the total number of votes cast in such territory at the last preceding general election. If the proposition for creation of a community municipal corporation was submitted and approved, the abstract shall include the number of votes cast for the candidates for community council positions and certificates of election shall be issued to the successful candidates who shall assume office within ten days after the election.

Sec. 9. Section 35.13.100, chapter 7, Laws of 1965 as last amended by section 12, chapter 73, Laws of 1967 and RCW 35.13.100 are each amended to read as follows:

Upon filing of the certified copy of the finding of the board of county commissioners, the clerk shall transmit it to the legislative body of the city or town at the next regular meeting or as soon thereafter as practicable. If a proposition relating to annexation or annexation and adoption of the comprehensive plan or creation of a community municipal corporation, or both, as the case may be, was submitted to the voters and such proposition was approved, the legislative body shall adopt an ordinance providing for the annexation or adopt ordinances providing for the annexation and adoption of the comprehensive plan, or adopt an ordinance providing for the annexation and creation of a community municipal corporation, as the case may be. If a proposition for annexation or annexation and adoption of the comprehensive plan or creation of a community municipal corporation, as the case may be, and a proposition for assumption of all or of any portion of indebtedness were both submitted, and were approved, the legislative body shall adopt an ordinance providing for the annexation or annexation and adoption of the comprehensive plan or annexation and creation of a community municipal corporation including the assumption of all or of any portion of indebtedness. If the propositions were submitted and only the annexation or annexation and adoption of the comprehensive plan or annexation and creation of a community municipal corporation proposition was approved, the legislative body may, if it deems it wise or expedient, adopt an ordinance providing for the annexation or adopt ordinances providing for the annexation and adoption of the comprehensive plan, or adopt ordinances providing for the annexation and creation of a community municipal corporation, as the case may be.

Sec. 10. Section 35.13.110, chapter 7, Laws of 1965 as last amended by section 13, chapter 73, Laws of 1967 and RCW 35.13.110 are each amended to read as follows:

Upon the date fixed in the ordinance of annexation, the area
annexed shall become a part of the city or town. Upon the date fixed in the ordinances of annexation and adoption of the comprehensive plan, the area annexed shall become a part of the city or town and property in the annexed area shall be subject to and a part of the comprehensive plan, as prepared and filed as provided for in RCW 35.13.177 and 35.13.178. Upon the date fixed in the ordinances of annexation and creation of a community municipal corporation, the area annexed shall become a part of the city or town, the community municipal corporation shall be deemed organized, and property in the service area shall be deemed subject to the powers granted to such corporation as provided for in this 1967 amendatory act. All property within the territory hereafter annexed shall, if the proposition approved by the people so provides after June 12, 1957, be assessed and taxed at the same rate and on the same basis as the property of such annexing city is assessed and taxed to pay for any portion of the then outstanding indebtedness of the city or town to which said area is annexed, approved by the voters, contracted or incurred prior to, or existing at, the date of annexation.

Sec. 11. Section 35.13.125, chapter 7, Laws of 1965 as last amended by section 1, chapter 69, Laws of 1971 and RCW 35.13.125 are each amended to read as follows:

Proceedings for the annexation of territory pursuant to RCW 35.13.130, 35.13.140, 35.13.150, 35.13.160 and 35.13.170 shall be commenced as provided in this section. Prior to the circulation of a petition for annexation, the initiating party or parties who, except as provided in RCW 28A.58.044, shall be not less than ten percent of the residents of the area to be annexed or the owners of not less than ten percent in value, according to the assessed valuation for general taxation of the property for which annexation is petitioned, shall notify the legislative body of the city or town in writing of their intention to commence annexation proceedings. The legislative body shall set a date, not later than sixty days after the filing of the request, for a meeting with the initiating parties to determine whether the city or town will accept the proposed annexation, whether it shall require the simultaneous adoption of the comprehensive plan if such plan has been prepared and filed for the area to be annexed as provided for in RCW 35.13.177 and 35.13.178, and whether it shall require the assumption of all or of any portion of existing city or town indebtedness by the area to be annexed. If the legislative body requires the assumption all or of any portion of indebtedness and/or the adoption of a comprehensive plan, it shall record this action in its minutes and the petition for annexation shall be so drawn as to clearly indicate this fact. There shall be no appeal from the decision of the legislative body.
Sec. 12. Section 35.13.130, chapter 7, Laws of 1965 as last amended by section 2, chapter 69, Laws of 1971 and RCW 35.13.130 are each amended to read as follows:

A petition for annexation of an area contiguous to a city or town may be made in writing addressed to and filed with the legislative body of the municipality to which annexation is desired. Except where all the property sought to be annexed is property of a school district, and the school directors thereof file the petition for annexation as in RCW 28A.58.044 authorized, the petition must be signed by the owners of not less than seventy-five percent in value, according to the assessed valuation for general taxation of the property for which annexation is petitioned. The petition shall set forth a description of the property according to government legal subdivisions or legal plats and shall be accompanied by a plat which outlines the boundaries of the property sought to be annexed. If the legislative body has required the assumption of all or of any portion of city or town indebtedness by the area annexed, and/or the adoption of a comprehensive plan for the area to be annexed, these facts, together with a quotation of the minute entry of such requirement or requirements shall be set forth in the petition.

Sec. 13. Section 35.13.160, chapter 7, Laws of 1965 as amended by section 12, chapter 88, Laws of 1965 ex. sess. and RCW 35.13.160 are each amended to read as follows:

Upon the date fixed in the ordinance of annexation the area annexed shall become part of the city or town. All property within the territory hereafter annexed shall, if the annexation petition so provided, be assessed and taxed at the same rate and on the same basis as the property of such annexing city or town is assessed and taxed to pay for all or of any portion of the then outstanding indebtedness of the city or town to which said area is annexed, approved by the voters, contracted, or incurred prior to, or existing at, the date of annexation. If the annexation petition so provided, all property in the annexed area shall be subject to and a part of the comprehensive plan as prepared and filed as provided for in RCW 35.13.177 and 35.13.178.

Sec. 14. Section 35.13.171, chapter 7, Laws of 1965 and RCW 35.13.171 are each amended to read as follows:

Within thirty days after the filing of a city's or town's annexation resolution pursuant to RCW 35.13.015 with the board of county commissioners or within thirty days after filing with the county commissioners a petition calling for an election on annexation, as provided in RCW 35.13.020, or within thirty days after approval by the legislative body of a city or town of a petition of property owners calling for annexation, as provided in RCW 35.13.130, the mayor of the city or town concerned
that is not subject to the jurisdiction of a boundary review board under chapter 36.23 RCW, shall convene a review board composed of the following persons:

(1) The mayor of the city or town initiating the annexation by resolution, or the mayor in the event of a twenty percent annexation petition pursuant to RCW 35.13.020, or an alternate designated by him;

(2) The chairman of the board of county commissioners of the county wherein the property to be annexed is situated, or an alternate designated by him;

(3) The director of the (State department of commerce and economic development) planning and community affairs agency or any agency successor to the community affairs duties of such agency, or an alternate designated by him;

(4) The chairman or chairmen of the board of school directors of any or all school districts situated in whole or in part of the area to be annexed;

An additional member to be designated by a majority of the members above designated, who shall be a resident property owner of the city, and one by the chairman of the county legislative authority, which member shall be a resident of and a property owner of a property owner in the area proposed to be annexed, shall be added to the original membership and the full board thereafter convened upon call of the mayor; PROVIDED FURTHER, that three members of the board shall constitute a quorum.

Sec. 15. Section 35.13.172, chapter 7, Laws of 1965 and RCW 35.13.172 are each amended to read as follows:

Whenever a petition is filed (by either of the methods) as provided in RCW 35.13.020 (and 35.13.172) or a resolution is adopted by the city or town council, as provided in RCW 35.13.015, and the area proposed for annexation is less than ten acres and less than two hundred thousand dollars in assessed valuation, (the mayor of the city or town to which the area is proposed to be annexed and the chairman of the board of county commissioners and county superintendent of schools can agree by majority that a review proceeding as provided herein is not necessary for the protection of the interest of the various parties, in which case) such review procedures shall be dispensed with.

Sec. 16. Section 35.13.173, chapter 7, Laws of 1965 and RCW 35.13.173 are each amended to read as follows:

The review board shall by majority action, within three months, determine whether the property proposed to be annexed is of such character that such annexation would be in the public interest
and for the public welfare, and in the best interest of the city, county, and other political subdivisions affected. The governing officials of the city, county, and other political subdivisions of the state shall assist the review board insofar as their offices can, and all relevant information and records shall be furnished by such offices to the review board. In making their determination the review board shall be guided, but not limited, by their findings with respect to the following factors:

1. The immediate and prospective populations of the area to be annexed;
2. The assessed valuation of the area to be annexed, and its relationship to population;
3. The history of and prospects for construction of improvements in the area to be annexed;
4. The needs and possibilities for geographical expansion of the city;
5. The present and anticipated need for governmental services in the area proposed to be annexed, including but not limited to water supply, sewage and garbage disposal, zoning, streets and alleys, curbs, sidewalks, police and fire protection, playgrounds, parks, and other municipal services, and transportation and drainage;
6. The relative capabilities of the city, county, and other political subdivisions to provide governmental services when the need arises;
7. The existence of special districts except school districts within the area proposed to be annexed, and the impact of annexation upon such districts;
8. The elimination of isolated unincorporated areas existing without adequate economical governmental services;
9. The immediate and potential revenues that would be derived by the city as a result of annexation, and their relation to the cost of providing service to the area.

Whether the review board determines for or against annexation, its reasons therefor, along with its findings on the specified factors and other material considerations shall:

1. In the case of a petition signed by property owners calling for an annexation without election, be filed with the legislative body of the city or town concerned;
2. In the case of a petition signed by registered voters calling for an election on annexation, be filed with the board of county commissioners;
3. In the case of a resolution of a city or town initiating annexation proceedings pursuant to RCW 35.12.015, be filed with the board of county commissioners.

Such findings need not include specific data on every point.
listed, but shall indicate that all factors were considered.

A favorable determination by the review board is an essential condition precedent to the annexation of territory to a city or town under either the resolution method pursuant to RCW 35.13.015, or under the twenty percent annexation petition under the election method.

Sec. 17. Section 35.13.174, chapter 7, Laws of 1965 and RCW 35.13.174 are each amended to read as follows:

Upon receipt by the board of county commissioners of a determination by a majority of the review board favoring annexation of the proposed area that has been initiated by resolution pursuant to RCW 35.13.015 by the city or town legislative body, the board of county commissioners shall fix a date on which an annexation election shall be held, which date will be not less than thirty days nor more than sixty days thereafter.

Sec. 18. Section 35.13.175, chapter 7, Laws of 1965 and RCW 35.13.175 are each amended to read as follows:

After the filing of any petition or resolution for annexation with the board of county commissioners, or city or town council, and pending its final disposition as provided for in this chapter, no other petition or resolution for annexation or petition for incorporation which embraces any of the territory included therein shall be acted upon by the county auditor or the board of county commissioners, or by any city or town clerk, city or town council, or by any other public official or body that might otherwise be empowered to receive or act upon such a petition.

Passed the Senate April 14, 1973.
Approved by the Governor April 24, 1973.
Filed in Office of Secretary of State April 25, 1973.

CHAPTER 165
[House Bill No. 698]
ELECTIONS--FRAUD AND ERROR
CORRECTION--AFFIDAVIT FILING
DATE

AN ACT Relating to elections; and amending section 29.04.030, chapter 9, Laws of 1965 as amended by section 74, chapter 81, Laws of 1971 and RCW 29.04.030.

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

Section 1. Section 29.04.030, chapter 9, Laws of 1965 as amended by section 74, chapter 81, Laws of 1971 and RCW 29.04.030 are