January 1, 1977: AND PROVIDED FURTHER, That subsections (3) through (15) of Section 24 shall be effective on and after January 1, 1978.

Passed the Senate June 9, 1975. Passed the House June 9, 1975. Approved by the Governor July 2, 1975. Filed in Office of Secretary of State July 2, 1975.

## CHAPTER 292

## [Substitute House Bill No. 591] COMMERCE AND ECONOMIC DEVELOPMENT ADVISORY COUNCIL—STATE INTERNATIONAL TRADE FAIRS

AN ACT Relating to trade fairs; amending section 43.31.090, chapter 8, Laws of 1965 and RCW 43.31.090; amending section 1, chapter 148, Laws of 1965 and RCW 43.31.790; amending section 3, chapter 148, Laws of 1965 and RCW 43.31.810; amending section 4, chapter 148, Laws of 1965 and RCW 43.31.820; amending section 5, chapter 148, Laws of 1965 and RCW 43.31.830; amending section 6, chapter 148, Laws of 1965 and RCW 43.31.840; amending section 8, chapter 148, Laws of 1965 and RCW 43.31.850; amending section 2, chapter 93, Laws of 1972 ex. sess. and RCW 43.31.832; and amending section 9, chapter 55, Laws of 1933 as last amended by section 7, chapter 148, Laws of 1965 and RCW 67.16.100.

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

Section 1. Section 43.31.090, chapter 8, Laws of 1965 and RCW 43.31.090 are each amended to read as follows:

To aid and advise the director in the performance of his functions as specified in this chapter, an advisory council shall be appointed by the governor, such council to be composed of not more than fifteen members, all of whom shall be residents of this state, representing such geographical and economic areas the governor shall determine will best further the purposes of this chapter. Terms of council members shall not exceed two years and shall continue until their successors are appointed. Vacancies shall be filled in the same manner as original appointments. Members shall receive no per diem but shall receive reimbursement for actual subsistence and traveling expenses incurred in the performance of their duties.

In addition to the members of the advisory council there shall be four ex officio members without vote from the legislature consisting of: (1) Two members of the senate, both to be appointed by the president of the senate, and not more than one to be affiliated with any one political party; (2) two members of the house of representatives, both to be appointed by the speaker of the house of representatives, and not more than one to be affiliated with any one political party; such appointments shall be for the term of two years or for the period in which the appointee serves as a legislator, whichever expires first; members may be reappointed; vacancies shall be filled in the same manner as original appointments are made. Such ex officio members who shall collect data deemed essential to future legislative proposals and exchange information with the council shall be deemed engaged in legislative business while in attendance upon the business of the council and shall be limited to such allowances therefor as otherwise provided in RCW 44.04.120, the same to be paid from the "state international trade fair fund" as being expenses relative to such business.

Sec. 2. Section 1, chapter 148, Laws of 1965 and RCW 43.31.790 are each amended to read as follows:

The legislature hereby recognizes the economic benefits resultant from the participation in and presentation of state international trade fairs; to a large degree the present export of state products from the ports of this state has resulted from state international trade fair presentation or participation; as this state is the natural gateway to the Orient, participation in trade fairs in that area is essential to the furtherance of industrial markets of this state; Washington products must be put on view to the people of the state, this country, and the world; nothing serves this purpose more appropriately than state international trade fairs, the support of which through state aid the legislature herewith proposes.

Sec. 3. Section 3, chapter 148, Laws of 1965 and RCW 43.31.810 are each amended to read as follows:

For the purposes of RCW 43.31.790 through 43.31.860 and 67.16.100, as now or hereafter amended, state international trade fair organizations, to be eligible for state financial aid hereunder (1) must have had at least two or more years of experience in the presentation of or participation in state international trade fairs, whether held in this state, another state or territory of the United States or a foreign country, however these need not be consecutive years; (2) must be able to provide, from its own resources derived from general admission or otherwise, funds sufficient to match at least one-half the amount of state financial aid allotted.

Sec. 4. Section 4, chapter 148, Laws of 1965 and RCW 43.31.820 are each amended to read as follows:

The board of trustees of any state <u>international</u> trade fair sponsored by any public agency, qualifying under the provisions of RCW 43.31.790 through 43.31.860 and 67.16.100, as now or hereafter <u>amended</u>, may apply to the director for moneys to carry on the continued development as well as the operation of said fair, said money to be appropriated from the state <u>international</u> trade fair fund as provided for in RCW 67.16.100, as now or hereafter <u>amended</u>.

Sec. 5. Section 5, chapter 148, Laws of 1965 and RCW 43.31.830 are each amended to read as follows:

It shall be the duty of the director to certify, from the applications received, the state international trade fair or fairs qualified and entitled to receive funds under RCW 43.31.790 through 43.31.860 and 67.16.100, as now or hereafter amended. The director shall make annual allotments to state international trade fairs determined qualified to be entitled to participate in the state international trade fair fund and shall fix times for the division of and payment from the state international trade fair fund: PROVIDED, That total payment to any one state international trade fair shall not exceed ((thirty)) sixty thousand dollars in any one year, where participation or presentation occurs within the United States, and ((forty)) eighty thousand dollars in any one year, where participation or presentation occurs outside the United States: PROVIDED FURTHER, That a state international trade fair may qualify for the full allotment of funds under either category. Upon certification of the allotment and division of fair funds by the director of commerce and economic development the treasurer shall proceed to pay

the same to carry out the purposes of RCW 43.31.790 through 43.31.860 and 67-.16.100, as now or hereafter amended.

Sec. 6. Section 6, chapter 148, Laws of 1965 and RCW 43.31.840 are each amended to read as follows:

The director shall at the end of each year for which an annual allotment has been made, cause to be conducted, a post audit of all of the books and records of each state <u>international</u> trade fair participating in the state trade fair fund. The purpose of such post audit shall be to determine how and to what extent each participating state international trade fair has expended all of its funds.

The audit required by this section shall be a condition to future allotments of money from the state international trade fair fund, and the director shall make a report of the findings of each post audit and shall use such report as a consideration in an application for any future allocations.

Sec. 7. Section 8, chapter 148, Laws of 1965 and RCW 43.31.850 are each amended to read as follows:

State <u>international</u> trade fair as used in RCW 43.31.790 through 43.31.860 and 67.16.100, as now or hereafter amended, shall mean a fair supported by public agencies basically for the purpose of introducing and promoting the sale of manufactured or cultural products and services of a given area, whether presented in this state, the United States or its territories, or in a foreign country.

Sec. 8. Section 2, chapter 93, Laws of 1972 ex. sess. and RCW 43.31.832 are each amended to read as follows:

In addition to the sum transferred in RCW 43.31.831, additional funds determined to be surplus funds by the director of the department of commerce and economic development may be transferred from the state <u>international</u> trade fair fund to the general fund upon the recommendation of the <u>director</u> of the department of commerce and economic development and the state treasurer.

\*Sec. 9. Section 9, chapter 55, Laws of 1933 as last amended by section 7, chapter 148, Laws of 1965 and RCW 67.16.100 are each amended to read as follows:

In addition to the license fees required by this chapter the licensee shall pay to the commission five percent of the gross receipts of all parimutuel machines at each race meet, which sums shall be paid daily to the commission.

All sums paid to the commission, together with all sums collected for license fees under the provisions of this chapter, shall be disposed of by the commission as follows: Twenty percent thereof shall be retained by the commission for the payment of the salaries of its members, secretary, clerical, office, and other help and all expenses incurred in carrying out the provisions of this chapter. No salary, wages, expenses, or compensation of any kind shall be paid by the state in connection with the work of the commission. Of the remaining eighty percent, ((forty-seven)) forty-six percent shall, on the next business day following the receipt thereof, be paid to the state treasurer to be deposited in the general fund, and ((three)) four percent shall, on the next business day following the receipt thereof, be paid to the state treasurer, who is hereby made ex officio treasurer of a fund to be known as the "state international trade fair fund" which shall be maintained as a separate and independent fund, and made available to the director of commerce

and economic development for the sole purpose of assisting state <u>international</u> trade fairs. The remaining thirty percent shall be paid to the state treasurer, who is hereby made ex officio treasurer of a fund to be known as the "fair fund," which shall be maintained as a separate and independent fund outside of the state treasury, and made available to the director of agriculture for the sole purpose of assisting fairs in the manner provided in Title 15 RCW. Any moneys collected or paid to the commission under the terms of this chapter and not expended at the time of making its report to the legislature, shall be paid to the state treasurer and be placed in the general fund.

\*Sec. 9. was vetoed, see message at end of chapter.

Passed the House June 5, 1975.

Passed the Senate June 3, 1975.

Approved by the Governor July 2, 1975 with the exception of section 9 which is vetoed.

Filed in Office of Secretary of State July 2, 1975.

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

"I am returning herewith without my approval as to one section Substitute House Bill No. 591 entitled:

"AN ACT Relating to trade fairs."

Section 9 of the bill increases the revenue to the trade fair fund from three to four percent, and correspondingly decreases the revenue to the general fund derived from horse racing parimutual machines by one percent.

I am advised that the trade fair fund has a current balance in excess of \$150,000, and at the present three percent level of funding receives annually an average of \$130,645. The maximum annual expenditure from the fund to finance fairs both within and outside the United States, including the increased funding allotments and state agency support costs, would be \$155,980. Since domestic fairs are not held on a regular basis, funds accrued during the intervening periods are sufficient to hold such an event at the appropriate time. Therefore the existing revenue base is sufficient for present and projected demands on the fund, and the increase is unwarranted at this time.

With the exception of section 9, which I have vetoed for the reasons stated, the remainder of Substitute House Bill No. 591 is approved."

## CHAPTER 293

## [House Bill No. 675] STATE FISCAL MANAGEMENT

AN ACT Relating to state government; amending section 43.09.310, chapter 8, Laws of 1965 as amended by section 2, chapter 170, Laws of 1971 ex. sess. and RCW 43.09.310; amending section 43.62.050, chapter 8, Laws of 1965 and RCW 43.62.050; amending section 43.79.270, chapter 8, Laws of 1965 as amended by section 2, chapter 144, Laws of 1973 and RCW 43.79.270; amending section 43.88.090, chapter 8, Laws of 1965 as amended by section 6, chapter 100, Laws of 1973 1st ex. sess. and RCW 43.88.090; amending section 43.88.110, chapter 8, Laws of 1965 and RCW 43.88.110; amending section 1, chapter 263, Laws of 1971 ex. sess. and RCW 43.88.115; amending section 43.88.160, chapter 8, Laws of 1965 as last amended by section 11, chapter 40, Laws of 1975 and RCW 43.88.160; amending section 1, chapter 248, Laws of 1969 ex. sess. and RCW 43.88.195; amending section 4, chapter 41, Laws of 1967 ex. sess. as amended by section 3, chapter 17, Laws of 1973 2nd ex. sess. a RCW 43.88.205; amending section 43.88.230, chapter 8, Laws of 1965 and RCW 43.88.230; amending section 2, chapter 43, Laws of 1951 and RCW 44.28.060; amending section 4, chapter 43, Laws of 1951 as amended by section 10, chapter 206, Laws of 1955 and RCW 44.28.080; amending section 3, chapter 170, Laws of 1971 ex. sess. and RCW 44.28.080; amending section 6, chapter 43, Laws of 1951 and RCW 44.28.080; amending section 6, chapter 43, Laws of 1951 and RCW 44.28.080; amending section 10, chapter 206, Laws of 1955 and RCW 44.28.080; amending section 3, chapter 170, Laws of 1971 ex. sess. and RCW 44.28.080; amending section 6, chapter 43, Laws of 1951 and RCW 44.28.080; amending section 10, chapter 206, Laws of 1955 and RCW 44.28.080; amending section 3, chapter 170, Laws of 1971 ex. sess. and RCW 44.28.080; amending section 6, chapter 43, Laws of 1951 and RCW 44.28.100; amending section 11,