- (4) The total number of class H licenses issued in the state of Washington by the board, not including those class H licenses issued to clubs, shall not in the aggregate at any time exceed one license for each fifteen hundred of population in the state, determined according to the ((last available federal census)) yearly population determination developed by the office of financial management pursuant to RCW 43.62.030.
- (5) Notwithstanding the provisions of subsection (4) of this section, the board shall refuse a class H license to any applicant if in the opinion of the board the class H licenses already granted for the particular locality are adequate for the reasonable needs of the community.

Passed the Senate February 6, 1979. Passed the House March 8, 1979. Approved by the Governor March 23, 1979. Filed in Office of Secretary of State March 23, 1979.

CHAPTER 88

[Senate Bill No. 2033]
STATE SUPPLIES AND EQUIPMENT—INVENTORY RECORDS—
ACCOUNTABILITY

AN ACT Relating to the duties of the state purchasing and material control director's powers and duties; amending section 3, chapter 32, Laws of 1969 as last amended by section 4, chapter 270, Laws of 1977 ex. sess. and RCW 43.19.190; amending section 43.19.1904, chapter 8, Laws of 1965 as last amended by section 4, chapter 21, Laws of 1975-'76 2nd ex. sess. and RCW 43.19.1904; amending section 43.19.1917, chapter 8, Laws of 1965 as last amended by section 9, chapter 21, Laws of 1975-'76 2nd ex. sess. and RCW 43.19.1917; and repealing section 6, chapter 104, Laws of 1967 ex. sess., section 10, chapter 21, Laws of 1975-'76 2nd ex. sess. and RCW 43.19.1918.

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

Section 1. Section 3, chapter 32, Laws of 1969 as last amended by section 4, chapter 270, Laws of 1977 ex. sess. and RCW 43.19.190 are each amended to read as follows:

The director of general administration, through the state purchasing and material control director, shall:

- (1) Establish and staff such administrative organizational units within the division of purchasing as may be necessary for effective administration of the provisions of RCW 43.19.190 through 43.19.1939;
- (2) Purchase all material, supplies, services and equipment needed for the support, maintenance, and use of all state institutions, colleges, community colleges and universities, the offices of the elective state officers, the supreme court, the court of appeals, the administrative and other departments of state government, and the offices of all appointive officers of the state: PROVIDED, That the provisions of *this act shall not apply in any manner to the operation of the state legislature except as requested by said legislature: PROVIDED, That primary authority for the purchase of specialized

equipment, instructional and research material for their own use shall rest with the colleges, community colleges and universities: PROVIDED FURTHER, That primary authority for the purchase of materials, supplies and equipment for resale to other than public agencies shall rest with the state agency concerned: PROVIDED FURTHER, That authority to purchase services as included herein does not apply to personal services authorized for direct acquisition from vendors by state organizations and filed under the provisions of RCW 39.29.010 through 39.29.030, unless such organization specifically requests assistance from the division of purchasing in obtaining personal services and resources are available within the division to provide such assistance: PROVIDED FURTHER, That the authority for the purchase of insurance and bonds shall rest with the risk manager under RCW 43.19.1935 as now or hereafter amended;

- (3) Provide the required staff assistance for the state supply management advisory board through the division of purchasing;
- (4) Have authority to delegate to state agencies authorization to purchase or sell, which authorization shall specify restrictions as to dollar amount or to specific types of material, equipment, services and supplies: PROVIDED, That acceptance of the purchasing authorization by a state agency does not relieve such agency from conformance with other sections of RCW 43.19.190 through 43.19.1939, as now or hereafter amended, or from policies established by the director after consultation with the state supply management advisory board: PROVIDED FURTHER, That delegation of such authorization to a state agency, including an educational institution, to purchase or sell material, equipment, services, and supplies shall not be granted, or otherwise continued under a previous authorization, if such agency is not in substantial compliance with overall state purchasing and material control policies as established herein;
- (5) Contract for the testing of material, supplies, and equipment with public and private agencies as necessary and advisable to protect the interests of the state:
- (6) Prescribe the manner of inspecting all deliveries of supplies, materials, and equipment purchased through the division;
- (7) Prescribe the manner in which supplies, materials, and equipment purchased through the division shall be delivered, stored, and distributed;
- (8) Provide for the maintenance of a catalogue library, manufacturers' and wholesalers' lists, and current market information;
- (9) Provide for a commodity classification system and may, in addition, provide for the adoption of standard specifications after receiving the recommendation of the supply management advisory board;
- (10) Provide for the maintenance of inventory records of supplies, materials, ((equipment,)) and other property;
- (11) Prepare rules and regulations governing the relationship and procedures between the division of purchasing and state agencies and vendors;

- (12) Publish procedures and guidelines for compliance by all state agencies, including educational institutions, which implement overall state purchasing and material control policies;
- (13) Conduct periodic visits to state agencies, including educational institutions, to determine if statutory provisions and supporting purchasing and material control policies are being fully implemented, and based upon such visits, take corrective action to achieve compliance with established purchasing and material control policies under existing statutes when required.
- Sec. 2. Section 43.19.1904, chapter 8, Laws of 1965 as last amended by section 4, chapter 21, Laws of 1975-'76 2nd ex. sess. and RCW 43.19.1904 are each amended to read as follows:

The state supply management advisory board shall advise and give assistance to the director of general administration in planning and carrying out an efficient and economical purchasing and material control program.

The state supply management advisory board shall review and make recommendations to the director with respect to:

- (1) Standards and specifications for all items of material, supplies, and equipment of common usage in state agencies;
- (2) Specifications for specific items of material, supplies, and equipment referred to it by the division of purchasing;
- (3) Standards for the purchase, replacement, and repair of automotive equipment consistent with the needs and location of state agencies;
- (4) A uniform system of inventory control for material((;)) <u>and</u> supplies((, and equipment));
- (5) All other matters referred to it by the director of general administration or by a member of the advisory board.

The state supply management advisory board shall act as an appeals board to hear appeals on matters involving a state agency and the division of purchasing, and shall render its decision relating thereto within thirty days after filing of the appeal. The findings and actions of the board shall be binding upon the respective state agencies including all offices, institutions, and departments.

Public funds shall not be expended by any agency for substitutions for material, supplies, and equipment for which standards have been established by the division of purchasing after consulting with and receiving the recommendations of the board unless prior written approval is obtained from the state purchasing and material control director.

Sec. 3. Section 43.19.1917, chapter 8, Laws of 1965 as last amended by section 9, chapter 21, Laws of 1975-'76 2nd ex. sess. and RCW 43.19.1917 are each amended to read as follows:

All state agencies, including educational institutions, shall maintain a perpetual record of ownership of state owned equipment, which shall be available for the inspection and check of those officers who are charged by

law with the responsibility for auditing the records and accounts of the state organizations owning the equipment, or to such other special investigators and others as the governor may direct. In addition, these records shall be made available to members of the legislature, the legislative committees, and legislative staff on request.

All state agencies, including educational institutions, shall account to the ((division of purchasing)) office of financial management upon request for state equipment owned by, assigned to, or otherwise possessed by them and maintain such records as the ((division of purchasing)) office of financial management deems necessary ((to)) for proper accountability therefor. The ((division of purchasing)) office of financial management shall publish a procedural directive for compliance by all state agencies, including educational institutions, which establishes a standard method of maintaining records for state owned equipment, including the use of standard state forms ((approved by the forms management center under the provisions of RCW 43.19.510)). This published directive also shall include instructions for reporting to the division of purchasing all state equipment which is excess to the needs of state organizations owning such equipment. The term "state equipment" means all items of machines, tools, furniture, or furnishings other than expendable supplies and materials as defined by the ((division of purchasing)) office of financial management.

NEW SECTION. Sec. 4. Section 6, chapter 104, Laws of 1967 ex. sess., section 10, chapter 21, Laws of 1975-'76 2nd ex. sess. and RCW 43-.19.1918 are each repealed.

Passed the Senate February 8, 1979. Passed the House March 8, 1979. Approved by the Governor March 23, 1979. Filed in Office of Secretary of State March 23, 1979.

CHAPTER 89

[Substitute Senate Bill No. 2132]
SCHOOL FACILITIES COST STABILIZATION PROGRAM——EXTENSION

AN ACT Relating to school facilities cost stabilization; and amending section 6, chapter 89, Laws of 1977 ex. sess. and RCW 28A.03.407.

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

Section 1. Section 6, chapter 89, Laws of 1977 ex. sess. and RCW 28A.03.407 are each amended to read as follows:

Of the funds appropriated by the legislature to the state board of education for school building purposes from the common school construction fund for the period ending June 30, 1981, and for the period ending June 30, ((1979)) 1983, not more than two-tenths of one percent of such funds