

NEW SECTION. Sec. 7. There is added to chapter 224, Laws of 1951 and to chapter 58.24 RCW a new section to read as follows:

A fee to be established by rule in accordance with chapter 34.04 RCW by the department of natural resources in consultation with the surveys and maps advisory board shall not exceed the actual cost to the department of providing the service, and shall be charged by each county auditor, in addition to any other fees required by law, as a condition precedent to the filing and recording of any surveys, subdivision plats, short plats, and condominium surveys, plats, or maps. Ten percent of the fees imposed under this section shall be credited to the county current expense fund and ninety percent shall be forwarded monthly to the state treasurer to be deposited in the surveys and maps account in the general fund. The fees shall be verified in the same manner as other fees collected by the county auditor. Fees collected under this section shall be expended by the department only for the maintenance, sale, and distribution of survey records information and publications authorized by RCW 43.99.142.

NEW SECTION. Sec. 8. There is added to chapter 224, Laws of 1951 and to chapter 58.24 RCW a new section to read as follows:

A fee to be established by rule in accordance with chapter 34.04 RCW by the department of natural resources in consultation with the interagency committee for outdoor recreation, shall be charged to cover the production and distribution costs of a comprehensive guide of public parks and recreation sites in the state of Washington as authorized under RCW 43.99.142.

Passed the House March 11, 1982.

Passed the Senate March 10, 1982.

Approved by the Governor April 1, 1982.

Filed in Office of Secretary of State April 1, 1982.

CHAPTER 166

[Substitute House Bill No. 696]

CITY EMPLOYEE PENSION SYSTEMS—INVESTMENTS—REGISTRATION OF SECURITIES—INVESTMENT ADVISORY COMMITTEES

AN ACT Relating to city employee pension systems; adding new sections to chapter 35.39 RCW; repealing section 1, chapter 34, Laws of 1980 and RCW 35.39.041; and providing an effective date.

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

NEW SECTION. Section 1. Any city or town now or hereafter operating an employees' pension system with the approval of the board otherwise responsible for management of its respective funds may invest, reinvest, manage, contract, sell, or exchange investments acquired. Investments shall be made in accordance with investment policy duly established and published by the board. In discharging its duties under this section, the board

shall act with the care, skill, prudence, and diligence under the circumstances then prevailing that a prudent man acting in a like capacity and familiar with such matters would use in the conduct of an enterprise of a like character and with like aims; shall diversify the investments of the employees' pension system so as to minimize the risk of large losses; and shall act in accordance with the documents and instruments governing the employees' pension system, insofar as such documents and instruments are consistent with the provisions of this title.

NEW SECTION. Sec. 2. The city treasurer may cause any securities in which the city retirement system deals to be registered in the name of a nominee without mention of any fiduciary relationship, except that adequate records shall be maintained to identify the actual owner of the security so registered. The securities so registered shall be held in the physical custody of the city treasurer, the federal reserve system, the designee of the city treasurer, or at the election of the designee and upon approval of the city treasurer, the Pacific Securities Depository Trust Company Inc. or the Depository Trust Company of New York City or its designees.

With respect to the securities, the nominee shall act only on the direction of the retirement board. All rights to the dividends, interest, and sale proceeds from the securities and all voting rights of the securities shall be vested in the actual owners of the securities, and not in the nominee.

NEW SECTION. Sec. 3. The retirement board of any city which is responsible for the management of an employees' retirement system established to provide retirement benefits for nonpublic safety employees shall appoint an investment advisory committee consisting of at least three members who are considered experienced and qualified in the field of investments.

NEW SECTION. Sec. 4. In addition to its other powers and duties, the investment advisory committee shall:

(1) Make recommendations as to general investment policies, practices, and procedures to the retirement board;

(2) Review the investment transactions of the retirement board annually;

(3) Prepare a written report of its activities during each fiscal year. Each report shall be submitted not more than thirty days after the end of each fiscal year to the retirement board and to any other person who has submitted a request therefor.

NEW SECTION. Sec. 5. No advisory committee member during the term of appointment may be employed by any investment brokerage or mortgage servicing firm doing business with the retirement board.

NEW SECTION. Sec. 6. No member of the investment advisory committee is liable for the negligence, default, or failure of any other person or other member of the committee to perform the duties of his or her office,

and no member of the committee may be considered or held to be an insurer of the funds or assets of the retirement system nor shall any member be liable for actions performed with the exercise of reasonable diligence within the scope of his or her duly authorized activities as a member of the committee.

NEW SECTION. Sec. 7. Section 1, chapter 34, Laws of 1980 and RCW 35.39.041 are each repealed.

NEW SECTION. Sec. 8. Sections 1 through 6 of this act are each added to chapter 35.39 RCW.

NEW SECTION. Sec. 9. This act shall take effect July 1, 1982.

Passed the House March 11, 1982.

Passed the Senate March 10, 1982.

Approved by the Governor April 1, 1982.

Filed in Office of Secretary of State April 1, 1982.

CHAPTER 167

[Substitute House Bill No. 837]

STATE EMPLOYEES—PRODUCTIVITY BOARD—INCENTIVE PAY— APPROPRIATION

AN ACT Relating to state employees; amending section 1, chapter 142, Laws of 1965 ex. sess. as last amended by section 103, chapter 169, Laws of 1977 ex. sess. and RCW 41.60.010; amending section 2, chapter 142, Laws of 1965 ex. sess. as last amended by section 1, chapter 122, Laws of 1975-'76 2nd ex. sess. and RCW 41.60.020; amending section 3, chapter 142, Laws of 1965 ex. sess. and RCW 41.60.030; amending section 5, chapter 142, Laws of 1965 ex. sess. as last amended by section 3, chapter 122, Laws of 1975-'76 2nd ex. sess. and RCW 41.60.050; amending section 5, chapter 122, Laws of 1975-'76 2nd ex. sess. and RCW 41.60.080; amending section 28, chapter 1, Laws of 1961 as amended by section 1, chapter 215, Laws of 1963 and RCW 41.06.280; adding new sections to chapter 41.60 RCW; adding a new section to chapter 43.131 RCW; repealing section 4, chapter 142, Laws of 1965 ex. sess., section 5, chapter 152, Laws of 1969 ex. sess., section 2, chapter 122, Laws of 1975-'76 2nd ex. sess. and RCW 41.60.040; repealing section 6, chapter 142, Laws of 1965 ex. sess., section 7, chapter 152, Laws of 1969 ex. sess. and RCW 41.60.060; repealing section 8, chapter 152, Laws of 1969 ex. sess., section 4, chapter 122, Laws of 1975-'76 2nd ex. sess. and RCW 41.60.070; providing an expiration date; decodifying RCW 41.60.900 and 41.60.905; and making an appropriation.

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

NEW SECTION. Section 1. (1) There is hereby created the productivity board. The board shall administer the employee suggestion program under this chapter and shall review applications for incentive pay for state employees under sections 2, 3, and 4 of this act.

(2) The board shall be composed of:

- (a) The secretary of state who shall act as chairperson;
- (b) The state auditor;
- (c) The director of financial management; and