AN ACT Relating to public works; adding new sections to chapter 43.79 RCW; creating new sections; making appropriations; providing an effective date; and declaring an emergency.

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

NEW SECTION. Sec. 1. The director of planning and community affairs shall make loans to cities, towns, counties, and special purpose districts of the state for the construction, replacement, rehabilitation, or improvement of roads, bridges, sewers, water systems, dams, lighting, signalization, and traffic flow systems from moneys appropriated therefor from the public works assistance account under section 2 of this act. Repayments of loans made under this section and the interest thereon shall be deposited in the public works assistance account.

The director of planning and community affairs may accept any federal funds which may be available for the purposes of this section and shall deposit such funds in the public works assistance account.

NEW SECTION. Sec. 2. There is added to chapter 43.79 RCW a new section to read as follows:

(1) The public works assistance account is hereby established in the general fund. At the beginning of each biennium after June 30, 1985, the state treasurer shall transfer from the general fund to the public works assistance account an amount of money which, when combined with money remaining in the account from the previous biennium excluding proceeds from the sale of bonds, will equal ten million dollars.

(2) Moneys in the public works assistance account may be spent only for payment of the principal and interest on bonds issued under section 3 of this act, and other purposes related to loans under section 1 of this act as specified by legislative appropriation.

(3) Bonds for which revenues to the public works assistance account have been pledged shall not be issued if such bonds will cause the aggregate debt for which revenues to the public works assistance account will be pledged to exceed that amount for which payments of principal and interest in any fiscal year will equal projected revenues to the public works assistance account for that fiscal year. However, bonds for which revenues to the public works assistance account have been pledged are general obligations of the state of Washington and shall pledge the full faith and credit of the state to payment of the principal thereof and the interest thereon, and shall contain an unconditional promise to pay the principal and interest as the same shall become due. The owner and holder of each of the bonds or the trustee for the owner and holder of any of the bonds may by mandamus or
other appropriate proceeding require the transfer and payment of funds as directed in this section.

NEW SECTION. Sec. 3. There is added to chapter 43.79 RCW a new section to read as follows:

The proceeds from the sale of bonds for loans under section 1 of this act shall be deposited in the public works assistance account hereby established in the general fund. Moneys in the public works assistance account may be spent only after appropriation for loans under section 1 of this act.

NEW SECTION. Sec. 4. The director of planning and community affairs shall report to the secretary of the senate and the speaker of the house of representatives by January, 1985, on the financing, management, and standards to be used in determining the allocation and distribution of moneys under section 1 of this act. The report shall include, but not be limited to, recommendations on the following:

1. The administration of the public works assistance account, including the membership, terms, powers, and duties of an independent state public works board to review and approve projects;
2. The most appropriate use of public works assistance account revenues;
3. Criteria and procedures for approval of public works projects, with top priority given to projects which (a) protect public health and safety, (b) aid communities affected by natural disasters, (c) assist local areas affected by federal projects, (d) attract new employers or expand existing businesses, or (e) facilitate transportation;
4. Financial terms and matching requirements for local governments; and
5. Audit and reporting systems.

NEW SECTION. Sec. 5. There is appropriated from the general fund to the planning and community affairs agency for the biennium ending June 30, 1985:

1. The sum of one hundred thousand dollars, or so much thereof as may be necessary, to carry out the purposes of this act; and
2. The sum of one hundred thirty-eight thousand dollars, or so much thereof as may be necessary, for the purposes of developing and maintaining an on-going evaluation system and to provide technical assistance to local government under chapter 231, Laws of 1983.

NEW SECTION. Sec. 6. This act is necessary for the immediate preservation of the public peace, health, and safety, the support of the state
government and its existing institutions, and shall take effect immediately, except sections 1 and 2 of this act shall take effect July 1, 1985.

Passed the Senate March 8, 1984.
Passed the House March 8, 1984.
Approved by the Governor March 27, 1984.
Filed in Office of Secretary of State March 27, 1984.

CHAPTER 245
[Engraved Senate Bill No. 4407]
SCHOOL DISTRICT ADMINISTRATORS—COMPENSATION LIMIT

AN ACT Relating to compensation of school district administrators; amending section 2, chapter 16, Laws of 1981 as amended by section 1, chapter 275, Laws of 1983 and RCW 28A.58.095; and declaring an emergency.

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

Sec. 1. Section 2, chapter 16, Laws of 1981 as amended by section 1, chapter 275, Laws of 1983 and RCW 28A.58.095 are each amended to read as follows:

(1) Every school district board of directors shall fix, alter, allow, and order paid salaries and compensation for all district employees. No school district board of directors may grant salary and compensation increases from any fund source whatsoever in excess of the amount and/or percentage as may be provided for employees as set forth in the state operating appropriations act in effect at the time the compensation is payable. No school district administrative group or administrative bargaining unit, or other non-bargaining unit employees as defined in RCW 41.59.020 (4), and 41.56.030 may receive a total annual salary and compensation increase in excess of the amount and/or percentage as set forth in the state operating appropriations act.

(2) Increases in school district employee fringe benefit contributions by school districts shall be included for purposes of determining salary and compensation increases under this section if contributions to fringe benefits provided by a district exceed or, by virtue of the increase, will exceed the amount provided for fringe benefits in the state operating appropriations act in effect at the time the compensation is payable.

(3) For purposes of this section, salary and compensation shall not include the following:

(a) Payment for unused leave for illness or injury under RCW 28A.58.096, (b) Employer contributions for the following employee fringe benefits:

(i) Old Age Survivors Insurance
(ii) Workers' Compensation
(iii) Unemployment Compensation