

effect, shall be brought in the superior court of Thurston county and not elsewhere. The conservator appointed hereunder for such bank may file suit in any superior court or other court of competent jurisdiction against any person for the purpose of preserving, protecting, or recovering any asset or property of such bank including claims or causes of action belonging to or which may be asserted by such bank.

NEW SECTION. Sec. 8. There is added to Title 30 RCW a new section to read as follows:

The conservator shall serve for such time as is necessary to accomplish the purposes of the conservatorship as intended by this chapter. If rehabilitated, the rehabilitated bank shall be returned to management or new managements under such conditions as are reasonable and necessary to prevent recurrence of the condition which occasioned the conservatorship.

NEW SECTION. Sec. 9. There is added to Title 30 RCW a new section to read as follows:

If the supervisor determines to act under authority of this chapter, the sequence of his acts and proceedings shall be as set forth in this chapter. However, it is the purpose and substance of this chapter to authorize administrative discretion—to allow the supervisor administrative discretion in the event of unsound banking operations—and in furtherance of that purpose the supervisor is hereby authorized to proceed with regulation either under this chapter or under any other applicable provisions of law or under this chapter in connection with other law, either as such law is now existing or is hereinafter enacted, and it is so provided.

NEW SECTION. Sec. 10. There is added to Title 30 RCW a new section to read as follows:

The supervisor is empowered to adopt and promulgate such reasonable rules and regulations as may be necessary for the implementation of this chapter and its purposes.

NEW SECTION. Sec. 11. Sections 1 through 10 of this act shall constitute a new chapter in Title 30 RCW.

NEW SECTION. Sec. 12. This act is necessary for the immediate preservation of the public peace, health and safety, the support of the state government and its existing public institutions, and shall take effect immediately.

Passed the House March 14, 1975.

Passed the Senate May 19, 1975.

Approved by the Governor May 26, 1975.

Filed in Office of Secretary of State May 27, 1975.

CHAPTER 88

[Substitute House Bill No. 1091]

UNIVERSITY OF WASHINGTON HOSPITAL FACILITIES

—GENERAL OBLIGATION BONDS—BOND ANTICIPATION NOTES

AN ACT Relating to the University of Washington; authorizing the sale and issuance of state general obligation bonds and bond anticipation notes to finance the acquisition, construction, remodeling, furnishing or equipping of certain University of Washington hospital facilities; providing ways

and means of payment of such bonds; adding new sections to Title 28B RCW; and declaring an emergency.

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

NEW SECTION. Section 1. The legislature has previously approved by its appropriation of funds from time to time, a capital improvement project for the University of Washington hospital, which project was to be partly funded by the issuance, by the university board of regents, of revenue bonds payable from certain university hospital fees. In order that such project may be funded on terms most advantageous to the state, it is hereby determined to be in the public interest that state general obligation bonds be issued to provide part of the funds for such project in lieu of revenue bonds.

NEW SECTION. Sec. 2. For the purpose of providing financing for needed acquisition, construction, remodeling, furnishing or equipping of buildings and facilities of the University of Washington hospital, the state finance committee is hereby authorized to issue from time to time general obligation bonds of the state of Washington in the aggregate principal amount of eight million dollars, or so much thereof as shall be required to finance the university hospital improvements project described in section 1 of this 1975 act, to be paid and discharged within thirty years of the date of issuance, in accordance with Article VIII, section 1, of the Constitution of the state of Washington.

NEW SECTION. Sec. 3. When the state finance committee has determined to issue such general obligation bonds or a portion thereof, it may, pending the issuance thereof, issue in the name of the state temporary notes in anticipation of the issuance of such bonds, which notes shall be designated as "bond anticipation notes". Such portion of the proceeds of the sale of such bonds as may be required for the payment of principal and redemption premium, if any, of and interest on such notes shall be applied thereto when such bonds are issued.

NEW SECTION. Sec. 4. The state finance committee is authorized to prescribe the form, terms, conditions and covenants of the bonds and/or the bond anticipation notes, the time or times of sale of all or any portion of them, and the conditions and manner of their sale and issuance.

Each such bond and bond anticipation note shall pledge the full faith and credit of the state of Washington and shall contain an unconditional promise to pay the principal thereof and the interest thereon when due.

NEW SECTION. Sec. 5. Except for that portion of the proceeds required to pay bond anticipation notes pursuant to section 3 of this 1975 act, the proceeds from the sale of the bonds and/or bond anticipation notes authorized herein, together with all grants, donations, transferred funds and other moneys which the state finance committee or the board of regents of the University of Washington may direct the state treasurer to deposit therein, shall be deposited in the building authority construction account in the state treasury.

NEW SECTION. Sec. 6. Subject to legislative appropriation, all proceeds of the bonds and/or bond anticipation notes authorized in this 1975 act shall be administered and expended by the board of regents of the University of Washington exclusively for the purposes specified in this 1975 act and for the payment of the

expenses incurred in connection with the sale and issuance of such bonds and bond anticipation notes.

NEW SECTION. Sec. 7. The 1975 University of Washington hospital bond retirement fund is hereby created in the state treasury for the purpose of the payment of principal of and interest on the bonds authorized to be issued pursuant to this 1975 act.

The state finance committee, on or before June 30th of each year, shall certify to the state treasurer the amount required in the next succeeding twelve months for the payment of the principal of and interest coming due on such bonds. On July 1st of each such year the state treasurer shall withdraw from any general state revenues received in the state treasury and deposit in the 1975 University of Washington hospital bond retirement fund an amount equal to the amount certified by the state finance committee.

NEW SECTION. Sec. 8. On or before June 30th of each year, the board of regents of the University shall cause to be accumulated, in an appropriate local fund, from fees charged patients of the university hospital and other moneys legally available for such purposes, an amount at least equal to the amount required in the next succeeding twelve months for the payment of the principal of and interest coming due on the bonds issued pursuant to this 1975 act. Notwithstanding the provisions of RCW 28B.15.220, on July 1st of each such year the board of regents of the university shall cause to be paid to the state treasurer for deposit into the general fund of the state treasury, the sum so accumulated.

NEW SECTION. Sec. 9. The bonds authorized in this 1975 act shall constitute a legal investment for all state funds or for funds under state control and all funds of municipal corporations.

NEW SECTION. Sec. 10. The bonds authorized in this act shall be issued only after the university board of regents has certified to the state finance committee that projected revenue from fees charged patients of the University Hospital shall be adequate, based upon reasonable projections for that revenue, to enable the board of regents to meet the requirement of section 8 of this act during the life of the bonds proposed to be issued.

NEW SECTION. Sec. 11. Sections 1 through 10 of this 1975 act are added to Title 28B RCW.

NEW SECTION. Sec. 12. If any provision of this 1975 act, or its application to any person or circumstance is held invalid, the remainder of the act, or the application of the provision to other persons or circumstances, shall in no way be affected.

NEW SECTION. Sec. 13. This 1975 act is necessary for the immediate preservation of the public peace, health and safety, the support of the state government and its existing public institutions, and shall take effect immediately.

Passed the House May 12, 1975.

Passed the Senate May 16, 1975.

Approved by the Governor May 26, 1975.

Filed in Office of Secretary of State May 27, 1975.