

and an application form to be completed by applicants for a senior citizen's pass.

Passed the Senate February 13, 1986.
 Passed the House February 26, 1986.
 Approved by the Governor March 7, 1986.
 Filed in Office of Secretary of State March 7, 1986.

CHAPTER 7

[Engrossed Senate Bill No. 4619]

**DEPARTMENT OF NATURAL RESOURCES—TRUST LAND EXCHANGE—
 DEPARTMENT OF SOCIAL AND HEALTH SERVICES**

AN ACT Relating to an exchange and subsequent use of federally granted trust lands; creating a new section; and declaring an emergency.

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

NEW SECTION. Sec. 1. The board of natural resources may exchange common school trust lands and state forest lands acquired pursuant to RCW 76.12.030 leased by the department of social and health services as sites for state institutions at Echo Glenn, Canyon Lakes, Woodinville, and Fircrest for land of equal value granted to the state for the support of charitable, educational, penal, and reformatory institutions. The department of social and health services shall not be charged rent for the use of these lands after the exchange is completed by the board of natural resources so long as the lands are used for institutional purposes.

NEW SECTION. Sec. 2. 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 Senate February 13, 1986.
 Passed the House February 24, 1986.
 Approved by the Governor March 7, 1986.
 Filed in Office of Secretary of State March 7, 1986.

CHAPTER 8

[Senate Bill No. 4770]

IRRIGATION DISTRICTS—DEFENSE OF OFFICERS, AGENTS, EMPLOYEES

AN ACT Relating to irrigation districts; and adding a new section to chapter 87.03 RCW.

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

NEW SECTION. Sec. 1. A new section is added to chapter 87.03 RCW to read as follows:

The board of directors of an irrigation district may authorize an attorney of its choosing to defend an officer, employee, or agent of the district, present or former, who requests representation as a result of an action, claim, or proceeding instituted against him or her. The costs of defense, including attorney's fees and any obligation for payment arising from the action, may be paid from district funds. Costs of defense, and judgment or settlement not in the person's favor, shall not be paid by the district if the court finds the person was not acting in good faith or within the scope of the person's employment or duties for the district.

Passed the Senate February 18, 1986.

Passed the House February 25, 1986.

Approved by the Governor March 7, 1986.

Filed in Office of Secretary of State March 7, 1986.

CHAPTER 9

[Substitute Senate Bill No. 4720]

INDUSTRIAL INSURANCE

AN ACT Relating to industrial insurance employer services; amending RCW 51.16.150, 51.16.170, 51.48.030, 51.48.040, 51.48.120, and 51.48.150; adding new sections to chapter 51.04 RCW; adding new sections to chapter 51.16 RCW; adding new sections to chapter 51.48 RCW; adding a new section to chapter 51.52 RCW; and prescribing penalties.

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

NEW SECTION. Sec. 1. A new section is added to chapter 51.04 RCW to read as follows:

Any employer other than a self-insurer subject to this title shall, under such rules as the department shall prescribe, apply for and obtain from the department a certificate of coverage. The certificate shall be personal and nontransferable and shall be valid as long as the employer continues in business and pays the taxes due the state. In case the employer maintains more than one place of business, a separate certificate of coverage for each place at which business is transacted shall be required. Each certificate shall be numbered and shall show the name, residence, and place and character of business of the employer and such other information as the department deems necessary and shall be posted conspicuously at the place of business for which it is issued. Where a place of business of the employer is changed, the employer must notify the department within thirty days of the new address and a new certificate shall be issued for the new place of business. No employer may engage in any business for which taxes are due under this title without having a certificate of coverage in compliance with this section, except that the department, by general rule, may provide for the issuance of a certificate of coverage to employers with temporary places of business.

NEW SECTION. Sec. 2. A new section is added to chapter 51.04 RCW to read as follows: