

CHAPTER 98.

[S. B. 101.]

PUBLIC UTILITIES OF FOURTH CLASS CITIES.

AN ACT relating to cities of the fourth class and providing for the disposition of surplus earnings of public utilities.

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

SECTION 1. When any special fund of a public utility department of any municipal corporation of the fourth class shall have retired all bond and/or warrant indebtedness, and shall be on a cash basis, and a reserve or depreciation fund shall have been created in an amount satisfactory to the division of municipal corporations of the office of the state auditor of this state, and the fixing of rates of such public utility is governed by contract with a corporation or person supplying the water, electrical energy or other use sold by said municipal corporation to its inhabitants and such rates are at the lowest possible figure, the council or other legislative body, of such municipal corporation shall be authorized, by appropriate legislative action, to set aside out of the net earnings of such public utility not to exceed fifty (50) per cent thereof and to transfer the sums so set aside to the current expense fund of such municipal corporation.

Bonds and warrants paid.

Rates fixed.

Set aside not to exceed 50% of net revenue for current expense fund.

Passed the Senate February 5, 1929.

Passed the House February 27, 1929.

Approved by the Governor March 9, 1929.