

be transferred by the state treasurer to the state general fund.

Passed the House March 4, 1959.

Passed the Senate March 12, 1959.

Approved by the Governor March 23, 1959.

CHAPTER 272.

[H. B. 262.]

VETERANS' BONUSES—CIGARETTE TAX.

AN ACT relating to revenue and taxation and the providing of funds for the payment of certain veterans' bonuses; and amending section 9, chapter 180, Laws of 1949, as last amended by section 1, chapter 240, Laws of 1953, and RCW 73.32.130 and 73.32.140.

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

SECTION 1. Section 9, chapter 180, Laws of 1949, as last amended by section 1, chapter 240, Laws of 1953 (heretofore divided and codified as RCW 73.32.130 and 73.32.140) is divided and amended as set forth in sections 2 and 3 of this act.

SEC. 2. (RCW 73.32.130) For the purpose of creating the fund for the retirement of such bonds upon maturity and the payment of interest thereon as it falls due, all proceeds hereafter received from the excise tax on cigarettes imposed by chapter 82.24 as now or hereafter amended, shall, so long as any part of principal or interest of the bonds herein provided for remains outstanding, be paid into the war veterans' compensation bond retirement fund hereinafter provided for.

In addition thereto, there is hereby levied and there shall be collected by the tax commission from the persons mentioned in and in the manner provided by chapter 82.24, as now or hereafter amended, an excise tax upon the sale, use, consumption,

RCW 73.32.130 amended.
Cigarette tax authorized—Segregation, transfer of funds from—Dealer's compensation.

handling or distribution of cigarettes in an amount equal to the rate of one mill per cigarette, but the provisions of RCW 82.24.070 allowing dealers' compensation for affixing stamps shall not apply to this additional tax. Instead, wholesalers and retailers subject to the provisions of chapter 82.24 shall be allowed as compensation for their services in affixing the stamps for the additional tax required by this section a sum equal to one percent of the value of the stamps for such additional tax purchased or affixed by them.

All money derived from such tax shall be paid to the state treasurer and credited to a special trust fund to be known as the war veterans' compensation bond retirement fund, which shall be kept segregated from all money in the state treasury and shall, while any of the bonds herein authorized or any interest thereon remain unpaid, be available solely for the payment thereof.

Whenever the receipts into the war veterans' compensation bond retirement fund during any year exceed four million five hundred thousand dollars, all sums received above that amount shall be transferred by the state treasurer to the state general fund, and whenever there has accumulated in the war veterans' compensation bond retirement fund four million one hundred thousand dollars in excess of the amount required in any year, as determined by the state finance committee, to meet obligations during that year for bond retirement and interest, the state treasurer shall transfer from such fund to the general fund all money in excess of such amount.

RCW 73.32.140
enacted
without
amendment.

SEC. 3. (RCW 73.32.140) As a part of the contract of sale of the bonds herein authorized, the state undertakes to continue to levy the taxes upon cigarettes referred to in this section and to place the proceeds thereof in the war veterans' compensation bond retirement fund and to make said fund

available to meet said payments when due until all of said bonds and the interest thereon shall have been paid.

Passed the House March 4, 1959.

Passed the Senate March 12, 1959.

Approved by the Governor March 23, 1959.

CHAPTER 273.

[H. B. 283.]

STATE INSTITUTIONAL INDUSTRIES FUND.

AN ACT relating to the department of institutions; establishing an institutional industries revolving fund under the custody of the state treasurer and the supervision of the director of institutions; procedures for the administration of such fund; amending section 1, chapter 370, Laws of 1955, as amended by section 6, chapter 115, Laws of 1957, and RCW 43.79.330; repealing sections 1, 3 and 4, chapter 115, Laws of 1957, section 41, chapter 7, Laws of 1921, and RCW 43.79.380, 43.79.382, 43.79.383 and 43.19.170; and adding five new sections to chapter 28, Laws of 1959, and chapter 72.60 RCW.

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

SECTION 1. There is added to chapter 28, Laws of 1959 and chapter 72.60 RCW a new section to read as follows:

New section.

There is hereby established under the supervision and control of the director of the department of institutions a fund to be known as the institutional industries revolving fund, which shall consist of all funds collected and all profits which shall hereafter accrue from the industrial and agricultural operations under the jurisdiction of the institutional industries commission, and such funds appropriated by the legislature from the state institutional revolving account of the state general fund to the institutional industries revolving fund created by this act.

Institutional industries revolving fund. Established.