

prescribed in sections 15 and 16 shall apply for the period on and after July 1, 1961.

Sections 1 through 10 shall take effect April 1, 1961.

Section 26 shall take effect July 1, 1961.

Passed the Senate March 24, 1961.

Passed the House March 23, 1961.

Approved by the Governor March 29, 1961.

CHAPTER 8.

[H. B. 22.]

PORT DISTRICTS—LEASES—PERFORMANCE BONDS, SECURITY.

AN ACT Relating to port districts; regulating the lease of property and providing for performance bonds or security; and amending section 9, chapter 65, Laws of 1955, as last amended by section 1, chapter 157, Laws of 1959, and RCW 53.08.080.

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

SECTION 1. Section 9, chapter 65, Laws of 1955, as last amended by section 1, chapter 157, Laws of 1959, and RCW 53.08.080 are each amended to read as follows:

RCW 53.08.080 amended.

A district may lease all lands, wharves, docks, and real and personal property owned and controlled by it, upon such terms as the port commission deems proper: *Provided*, That no lease shall be for a period longer than fifty years, and each lease of real property shall be secured by a bond, with surety satisfactory to the port commission, in a penalty not less than the rental for one-sixth of the term, but in no case less than the rental for one year where the term is one year or more, conditioned to perform the terms of such lease: *Provided further*, That where the property involved is or is to be devoted to airport

Port districts.
Lease of
property—Per-
formance bond

purposes and construction work and/or to the construction or maintenance of facilities for the comfort and accommodation of air travelers (but which facilities shall also be open to the general public) or the installation of new facilities is contemplated, the port commission may lease said property for such period as may equal the estimated useful life of such work or facilities, but not to exceed seventy-five years: *Provided further*, That where the property is held by the district under lease from the United States government or any agency or department thereof, the port commission may sublease said property, with option for extensions, up to the total term and extensions thereof permitted by such United States lease, but in any event not to exceed ninety years: *Provided further*, That in a lease the term of which exceeds five years, and when at the option of the port commission it is so stipulated in the lease, the commission shall accept, with surety satisfactory to it, a bond conditioned to perform the terms of the lease for some part of the term, in no event less than five years (unless the remainder of the unexpired term is less than five years, in which case for the full remainder) and in every such case the commission shall require of the lessee, another or other like bond to be delivered within two years, and not less than one year prior to the expiration of the period covered by the existing bond, covering an additional part of the term in accordance with the foregoing provisions in respect to the original bond, and so on until the end of the term so that there will always be in force a bond securing the performance of the lease, and the penalty in each bond shall be not less than the rental for one-half the period covered thereby, but no bond shall be construed to secure the furnishing of any other bond.

The commission may accept as surety on any bond required by this section, either an approved surety company or one or more persons satisfactory

to the commission, or in lieu of such bond may accept a deposit as security of such property or collateral or the giving of such other form of security as may be satisfactory to the commission.

Passed the House March 20, 1961.

Passed the Senate March 25, 1961.

Approved by the Governor March 29, 1961.

CHAPTER 9.

[S. B. 3.]

STATE FERRIES AND TOLL BRIDGES— HOOD CANAL—FINANCING.

AN ACT Relating to toll bridges and ferries and the financing thereof; making an appropriation; amending section 3, chapter 10, Laws of 1961 (uncodified); and declaring an emergency.

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

SECTION 1. The Washington toll bridge authority is authorized to issue revenue bonds to refund all or any part of the authority's outstanding 1955 Washington state ferry system refunding revenue bonds and 1957 ferry and Hood Canal bridge revenue bonds, and may issue additional revenue bonds in parity therewith to pay costs of improving the Washington state ferry system or constructing or improving transportation facilities for the crossing of Puget Sound and any of its tributary waters and connections thereof other than bridging from the east side of Puget Sound to the Kitsap Peninsula, Vashon Island or Bainbridge Island: *Provided*, That the toll bridge authority shall not issue any such additional revenue bonds without further express authorization by the legislature. With respect to the issuing of such bonds and the payment of principal and interest thereon, the payment into

Issuance of
bonds by
toll bridge
authority.
Authorized—
Purpose.