

of 1967 and to chapter 39.34 RCW a new section to read as follows:

In addition to the other powers granted by chapter 39.34 RCW, one or more cities or towns or a county, or any combination thereof, may enter into agreements with each other to allow a city to operate bus service for the transportation of the general public within the territorial boundaries of each when no such existing bus certificate of public convenience and necessity has been authorized by the Washington Utilities and Transportation Commission: PROVIDED, HOWEVER, That such transportation may extend beyond the territorial boundaries of either party to the agreement if the agreement so provides, and if such service is not in conflict with existing bus service authorized by the Washington Utilities and Transportation Commission. The provisions of this section shall be cumulative and nonexclusive and shall not affect any other right granted by this chapter or any other provision of law.

Passed the House March 14, 1969
Passed the Senate April 12, 1969
Approved by the Governor April 22, 1969
Filed in office of Secretary of State April 22, 1969

CHAPTER 140
[House Bill No. 548]
RIOT REINSURANCE
REIMBURSEMENT--ASSESSMENTS--FUND

AN ACT Relating to insurance; and adding a new section to Title 48 RCW.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

NEW SECTION. Section 1. There is added to Title 48 RCW a new section to read as follows:

(1) A fund designated "Riot Reinsurance Reimbursement Fund" is hereby established, hereafter referred to as the fund which shall be used for the payment of amounts necessary to reimburse the secretary of the department of housing and urban development under the provisions of Section 1223(a) (1) of the Urban Property Protection and Reinsurance Act of 1968 (Public Law 90-448) for losses reinsured by the secretary of the department of housing and urban development and occurring in this state on or after August 1, 1968. After receipt by

the state treasurer of a statement requesting reimbursement from the secretary of the department of housing and urban development and upon certification promptly made by the commissioner of insurance hereafter referred to as the commissioner, of the correctness of the amount thereof, the commissioner is hereby authorized to provide for an assessment upon insurers authorized to do business in this state in amounts sufficient for the fund to pay reimbursement to the secretary of the department of housing and urban development: PROVIDED, That the amount assessed each insurer shall be in the same proportion that the premiums written by each insurer in this state bear to the aggregate premiums written in this state by all insurance companies on those lines for which reinsurance was available in this state from the secretary of the department of housing and urban development during the preceding calendar year.

(2) In the event any insurer fails, by reason of insolvency, to pay any assessment as provided herein, the amount assessed each insurer, as computed under subsection (1) of this section, shall be immediately recalculated excluding therefrom the insolvent insurer so that its assessment is, in effect, assumed and redistributed among the remaining insurers.

(3) When assessments as provided herein are made, the individual insurer, after having paid the full amount assessed against the insurer, may deduct from future premium tax liabilities an amount not to exceed twenty percent per annum until such deductions equal the amount of the assessment levied against the insurer.

(4) This section shall cease to be of any force and effect upon termination of the Urban Property Protection and Reinsurance Act of 1968 (Public Law 90-448), except that obligations incurred pursuant to the provisions of this section shall not be impaired by the expiration of the same.

Passed the House March 24, 1969
Passed the Senate April 12, 1969
Approved by the Governor April 22, 1969
Filed in office of Secretary of State April 22, 1969