

being fixed in location upon land owned or leased by the owner of the mobile home and placed on a foundation (posts or blocks) with fixed pipe connections with sewer, water or other utilities.

(4) The amount that the person shall be exempt from an obligation to pay shall be calculated, on the basis of the combined income, from all sources whatsoever, of the person claiming the exemption and his or her spouse for the preceding calendar year, in accordance with the following schedule:

| Income Range | Percentage of Excess Levies Exemption |
|-------------------|--|
| \$4,000 or less | One hundred percent |
| \$4,001 - \$6,000 | Fifty percent |

PROVIDED, HOWEVER, That, solely with respect to a person within the income range of \$4,000 or less, in the event that taxes due and payable include no excess levies or include excess levies less than \$50.00, the amount of the exemption shall be \$50.00 and the difference shall be attributed pro rata to regular property tax levies of each of the taxing districts: AND PROVIDED FURTHER, That only two-thirds of any social security benefits, federal civil service retirement, or railroad retirement pension shall be considered as income for the purposes of this section.

((This section shall be effective as to claims made in 1974 and subsequent years with respect to taxes due and payable in 1972 and subsequent years.))

NEW SECTION. Sec. 2. This 1973 amendatory act shall be effective January 1, 1974: PROVIDED, That the exemption provisions of RCW 84.36.370 as last amended by section 1, chapter 126, Laws of 1972 ex. sess. shall remain applicable for the year 1973.

Passed the House April 14, 1973.

Passed the Senate April 14, 1973.

Approved by the Governor April 23, 1973.

Filed in Office of Secretary of State April 24, 1973.

CHAPTER 99

[House Bill No. 252]

STATE EMPLOYEES--DEFERRED
COMPENSATION PROGRAM

AN ACT Relating to public employees' benefits; amending section 1, chapter 264, Laws of 1971 ex. sess. as amended by section 1, chapter 19, Laws of 1972 ex. sess. and RCW 41.04.250; and declaring an emergency.

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

Section 1. Section 1, chapter 264, Laws of 1971 ex. sess. as amended by section 1, chapter 19, Laws of 1972 ex. sess. and RCW

41.04.250 are each amended to read as follows:

Any department, division, or separate agency of the state government, and any county, municipality, or other political subdivision of the state acting through its principal supervising official or governing body is authorized to:

(1) Enter into an agreement with any life insurance company, bank trustee, or custodian authorized to do business in the state of Washington to provide qualified pension plans under the provisions of 26 U.S.C., section 401(a), as amended by Public Law 89-809, 80 Stat. 1577, 1578 as now or hereafter amended, or to provide deferred annuities for all officials and employees of said public entities deemed to be eligible by the agency of the United States government having jurisdiction of the matter under the provisions of 26 U.S.C., section 403(b), as amended by Public Law 87-370, 75 Stat. 796 and as now or hereafter amended, such pension or annuities to be in lieu of a portion of salary or wages. Such pension plans or tax deferred annuity benefits shall be available to those employees who elect to participate in said agreement and who agree to take a reduction in salary in the equivalent amount of the contribution required to be made by the public entity for and on behalf of such employee. The funds derived from such reductions in salary shall be deposited and accounted for in an appropriately designated account maintained by the public employer of such employee and any official authorized to disburse such funds is empowered to remit these designated funds to the insurer, custodian, or trustee in accordance with the salary reduction agreement between the public entity and the employee.

(2) Contract with an employee to defer a portion of that employee's income, which deferred portion shall in no event exceed twenty-five percent of such income, and may subsequently with the consent of the employee, purchase a life insurance or fixed and/or variable annuity contract, for the purpose of funding a deferred compensation program for the employee, from any life underwriter duly licensed by this state who represents an insurance company licensed to contract business in this state. In no event shall the total payments made for the purchase of said life insurance contract, or fixed and/or variable annuity contract and the employee's nondeferred income for any year exceed the total annual salary, or compensation under the existing salary schedule or classification plan applicable to such employee in such year. Any income deferred under such a plan shall continue to be included as regular compensation, for the purpose of computing the retirement and pension benefits earned by any employee, but any sum so deducted shall not be included in the computation of any taxes withheld on behalf of any such employee.

Coverage of an employee under a qualified pension plan ~~((or))~~, contract for a deferred annuity or deferred compensation plan under

this section shall not render such employee ineligible for simultaneous membership and participation in the pension systems for public employees which are provided for by chapters 41.26, 41.32 and 41.40 RCW.

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 House April 14, 1973.

Passed the Senate April 13, 1973.

Approved by the Governor April 23, 1973.

Filed in Office of Secretary of State April 24, 1973.

CHAPTER 100

[House Bill No. 324]

STATE BUDGET--SUBMISSION,
ACCOUNTING CHANGES

AN ACT Relating to the budget and accounting system; amending section 43.88.010, chapter 8, Laws of 1965 and RCW 43.88.010; amending section 43.88.020, chapter 8, Laws of 1965 as amended by section 9, chapter 239, Laws of 1969 ex. sess. and RCW 43.88.020; amending section 43.88.030, chapter 8, Laws of 1965 and RCW 43.88.030; amending section 43.88.060, chapter 8, Laws of 1965 and RCW 43.88.060; amending section 43.88.080, chapter 8, Laws of 1965 and RCW 43.88.080; amending section 43.88.090, chapter 8, Laws of 1965 and RCW 43.88.090; amending section 43.88.120, chapter 8, Laws of 1965 and RCW 43.88.120; amending section 43.88.180, chapter 8, Laws of 1965 and RCW 43.88.180; and adding new sections to chapter 8, Laws of 1965 and to chapter 43.88 RCW.

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

Section 1. Section 43.88.010, chapter 8, Laws of 1965 and RCW 43.88.010 are each amended to read as follows:

It is the purpose of this chapter to establish an effective budget and accounting system for all activities of the state government; to prescribe the powers and duties of the governor as these relate to securing such fiscal controls as will promote effective budget administration; and to prescribe the responsibilities of agencies of the executive branch of the state government.

It is the intent of the legislature that the powers conferred by this chapter, as amended, shall be exercised by the executive in