only, and the fees of medical and other witnesses and the costs shall be payable out of the administrative fund of the department.

Passed the House March 11, 1977.

Passed the Senate June 11, 1977.

Approved by the Governor July 1, 1977, with the exception of section 30 which was vetoed.

Filed in Office of Secretary of State July 1, 1977.

Note: Governor's explanation of partial veto is as follows:

"I am returning herewith without my approval as to one section House Bill No. 49 entitled:

"AN ACT Relating to industrial insurance;"

Section 30 of the bill purports to amend RCW 51.24.010 to change "workman" to "worker". Because Senate Bill No. 2154, codified in Chapter 85, Laws of 1977, 1st Extraordinary Session, approved by me on May 26, 1977, repealed that section of the RCW and made other substantive changes in the law dealing with the same subject and using the term "worker", section 30 is therefore unnecessary.

With the exception of section 30 which I have vetoed, the remainder of House Bill No. 49 is approved."

## **CHAPTER 351**

## [Substitute House Bill No. 68] CEMETERIES

AN ACT Relating to cemeteries; amending section 31, chapter 290, Laws of 1953 and RCW 68.05.040; amending section 32, chapter 290, Laws of 1953 and RCW 68.05.050; amending section 40, chapter 290, Laws of 1953 as amended by section 16, chapter 68, Laws of 1973 1st ex. sess. and RCW 68.05.180; amending section 51, chapter 290, Laws of 1953 as amended by section 4, chapter 99, Laws of 1969 ex. sess. and RCW 68.05.230; amending section 9, chapter 68, Laws of 1973 1st ex. sess. and RCW 68.46.090; and adding a new section to chapter 68.46 RCW.

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

Section 1. Section 31, chapter 290, Laws of 1953 and RCW 68.05.040 are each amended to read as follows:

A cemetery board is created to consist of ((five)) six members to be appointed by the governor. The first five members shall be appointed within thirty days after June 11, 1953. The terms of the five members first appointed shall expire: One, January 15, 1954; one, January 15, 1955; one, January 15, 1956; and two, January 15, 1957. Thereafter appointments shall be for a four year term. The sixth member shall be appointed within thirty days of the effective date of this 1977 amendatory act, and shall serve a four year term.

Sec. 2. Section 32, chapter 290, Laws of 1953 and RCW 68.05.050 are each amended to read as follows:

Three members of the board shall be ((appointed only from)) persons who have had((, immediately preceding their appointment,)) a minimum of five ((consecutive)) years experience in this state in the active administrative management of a cemetery corporation or as a member of the board of directors thereof for this period ((and shall at the time of their appointment, have the actual and full authority of a president, general manager, or executive vice president, but they shall hold office only so long as they continue in such active, actual, and authoritative capacity. The five year consecutive period shall be exclusive of time spent in the armed

- services)). Two members of the board shall be persons who have legal, accounting, or other professional experience which relates to the duties of the board. The sixth member of the board shall represent the general public and shall not have a financial interest in the cemetery business.
- Sec. 3. Section 40, chapter 290, Laws of 1953 as amended by section 16, chapter 68, Laws of 1973 1st ex. sess. and RCW 68.05.180 are each amended to read as follows:

Each cemetery authority in charge of cemetery endowment care funds shall file with the board annually, on or before the thirtieth day of June, a written report in form prescribed by the board setting forth:

- (1) The number of square feet of grave space and the number of crypts and niches sold or disposed of under endowment care:
- (a) From June 12, 1943, to the first day of January of the year preceding the filing of this report.
- (b) From the first day of January through the thirty-first day of December of the preceding year.
- (2) The amount collected and deposited in both the general and special endowment care funds:
  - (a) Prior to June 12, 1943.
- (b) From June 12, 1943, to the first day of January preceding the filing of this report.
- (c) From the first day of January through the thirty-first day of December of the preceding year segregated as to the amounts deposited for crypts, niches, and grave space.
- (3) A statement showing the total amount of the general and special endowment care funds invested in each of the investments authorized by law and the amount of cash on hand not invested, which statement shall show the actual financial condition of the funds.
- (4) A statement showing the information required to be filed pursuant to RCW 68.46.090.

These reports shall be verified by the president or vice president ((and)), one other officer of the cemetery authority ((and shall be certified by)), the accountant or auditor preparing the same, and a certified public accountant in accordance with generally accepted auditing standards.

Sec. 4. Section 51, chapter 290, Laws of 1953 as amended by section 4, chapter 99, Laws of 1969 ex. sess. and RCW 68.05.230 are each amended to read as follows:

Every cemetery authority shall pay for each cemetery operated by it, an annual regulatory charge to be fixed by the board, based on the number of interments, entombments, and inurnments made during the preceding full calendar year, but not exceeding ((twenty-five)) one hundred dollars for one hundred or less, ((fifty)) two hundred dollars for one hundred one to three hundred fifty, ((seventy-five)) three hundred dollars for three hundred fifty—one to seven hundred, ((one)) five hundred dollars for seven hundred one or more; plus an additional charge of not more than ((fifty cents)) one dollar per interment, entombment, and inurnment made during the preceding full calendar year, which charges shall be deposited in the cemetery account. Upon payment of said charges and compliance with the provisions of Title

68 RCW and the lawful orders, rules, and regulations of the board, the board will issue a certificate of authority.

Sec. 5. Section 9, chapter 68, Laws of 1973 1st ex. sess. and RCW 68.46.090 are each amended to read as follows:

Any cemetery authority selling prearrangement merchandise or other prearrangement services shall file in its office or offices and with the cemetery board a written report upon forms prepared by the cemetery board which shall state the amount of the principle of the prearrangement trust fund or funds, the depository of such fund or funds, and cash on hand which is or may be due to such fund as well as such other information the board may deem appropriate. All information appearing on such written reports shall be revised at least annually and shall be verified by the president, ((and)) the secretary or auditor preparing the same, and a certified public accountant in accordance with generally accepted auditing standards.

<u>NEW SECTION.</u> Sec. 6. There is added to chapter 68.46 RCW a new section to read as follows:

The provisions of this chapter do not apply to any of the following: Any religious corporation, church, coroner, religious society or denomination, a corporation sole administering temporalities of any church or religious society or denomination, or any cemetery organized, controlled, and operated by any of them, any county, town, or city cemetery.

<u>NEW SECTION.</u> Sec. 7. If any provision of this 1977 amendatory act, or its application to any person or circumstance is held invalid, the remainder of the act, or the application of the provision to other persons or circumstances is not affected.

Passed the House June 13, 1977.

Passed the Senate June 10, 1977.

Approved by the Governor July 1, 1977.

Filed in Office of Secretary of State July 1, 1977.

## CHAPTER 352

[Substitute House Bill No. 581]
PRESCRIPTION DRUGS—SUBSTITUTIONS—GENERIC DRUGS

AN ACT Relating to prescription drugs; adding new sections to chapter 69.41 RCW; and prescribing penalties.

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

NEW SECTION. Section 1. The legislature recognizes the responsibility of the state to insure that the citizens of the state are offered the benefit of quality pharmaceutical products at competitive prices. Advances in the drug industry resulting from research and the elimination of counterfeiting of prescription drugs should benefit the users of the drugs. Pharmacy must continue to operate with accountability and effectiveness. The legislature hereby declares it to be the policy of the state that its citizens receive safe and therapeutically effective drug products at the most reasonable cost consistent with high drug quality standards.