

or compensation to its officers only for actual services rendered, and at levels comparable to the salary or compensation of like positions within the public services of the state.

Passed the House March 4, 1980.

Passed the Senate February 19, 1980.

Approved by the Governor March 13, 1980.

Filed in Office of Secretary of State March 13, 1980.

CHAPTER 135

[Substitute House Bill No. 1471]

INSURERS—SURPLUS REQUIREMENTS

AN ACT Relating to insurance; amending section 7, chapter 195, Laws of 1963 as amended by section 5, chapter 150, Laws of 1967 and RCW 48.05.340; amending section .09.09, chapter 79, Laws of 1947 as amended by section 5, chapter 193, Laws of 1957 and RCW 48.09.090; and repealing section 4, chapter 193, Laws of 1957 and RCW 48.09.081.

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

Section 1. Section 7, chapter 195, Laws of 1963 as amended by section 5, chapter 150, Laws of 1967 and RCW 48.05.340 are each amended to read as follows:

(1) Subject to RCW 48.05.350 and 48.05.360 to qualify for authority to transact any one kind of insurance as defined in chapter 48.11 RCW or combination of kinds of insurance as shown below, a foreign or alien insurer, whether stock, mutual, ~~((or a reciprocal))~~ or a domestic ~~((stock))~~ insurer hereafter formed shall possess and thereafter maintain unimpaired paid-in capital stock, if a stock insurer, or unimpaired ~~((basic))~~ surplus if a ~~((foreign))~~ mutual insurer ~~((or foreign reciprocal insurer))~~, and shall possess when first so authorized additional funds in surplus as follows:

Kind or kinds of insurance	Paid-in capital stock or basic surplus	Additional surplus
Life .....	<del>((<u>\$400,000</u>))</del>	<del>((<u>\$400,000</u>))</del>
	<u>\$1,000,000</u>	<u>\$1,000,000</u>
Disability .....	<del>((<u>400,000</u>))</del>	<del>((<u>400,000</u>))</del>
	<u>1,000,000</u>	<u>1,000,000</u>
Life and disability .....	<del>((<u>500,000</u>))</del>	<del>((<u>500,000</u>))</del>
	<u>1,200,000</u>	<u>1,200,000</u>
Property .....	<del>((<u>400,000</u>))</del>	<del>((<u>400,000</u>))</del>
	<u>1,000,000</u>	<u>1,000,000</u>
Marine & transportation .....	<del>((<u>450,000</u>))</del>	<del>((<u>450,000</u>))</del>
	<u>1,000,000</u>	<u>1,000,000</u>
General casualty .....	<del>((<u>500,000</u>))</del>	<del>((<u>500,000</u>))</del>
	<u>1,200,000</u>	<u>1,200,000</u>
Vehicle .....	<del>((<u>400,000</u>))</del>	<del>((<u>400,000</u>))</del>

Kind or kinds of insurance	Paid-in capital stock or basic surplus	Additional surplus
	<u>1,000,000</u>	<u>1,000,000</u>
Surety .....	((500,000))	((500,000))
	<u>1,000,000</u>	<u>1,000,000</u>
Any two of the following kinds of insurance: Property, marine & transportation, general casualty, vehicle, surety, disability .....	((550,000))	((550,000))
	<u>1,500,000</u>	<u>1,500,000</u>
Multiple lines (all insurances except life and title insurance) .....	((650,000))	((650,000))
	<u>1,500,000</u>	<u>1,500,000</u>
Title (in accordance with the provisions of chapter 48.29 RCW)		

(2) Capital and surplus requirements are based upon all the kinds of insurance transacted by the insurer wherever it may operate or propose to operate, whether or not only a portion of such kinds are to be transacted in this state.

(3) An insurer holding a certificate of authority to transact insurance in this state immediately prior to ~~((June 8, 1967))~~ July 1, 1980, may continue to be authorized to transact the same kinds of insurance as long as it is otherwise qualified for such authority and thereafter maintains unimpaired the amount of paid-in capital stock, if a stock insurer, or basic surplus, if a mutual or reciprocal insurer, and special surplus as required of it under laws in force immediately prior to such effective date; and any proposed domestic insurer which is in process of formation or financing under a solicitation permit which is outstanding immediately prior to ~~((June 8, 1967))~~ July 1, 1980, shall, if otherwise qualified therefor, be authorized to transact any kind or kinds of insurance upon the basis of the capital and surplus requirements of such an insurer under the laws in force immediately prior to such effective date; PROVIDED, That any applicable action pending from the period between June 8, 1967, and July 1, 1980, shall be governed by this section as then in effect.

~~((4) As to surplus required for qualification to transact one or more kinds of insurance and thereafter to be maintained, domestic mutual insurers are governed by chapter 48.09 RCW, and reciprocal insurers are governed by chapter 48.10 RCW.))~~

Sec. 2. Section .09.09, chapter 79, Laws of 1947 as amended by section 5, chapter 193, Laws of 1957 and RCW 48.09.090 are each amended to read as follows:

A domestic mutual insurer may be authorized to transact kinds of insurance in addition to that for which it was originally authorized, if it has otherwise complied with the provisions of this code therefor, and while it possesses and maintains surplus funds in aggregate amount not less than the minimum amount of capital and ~~((special))~~ surplus~~((, if any;))~~ required under this code of a domestic stock insurer authorized to transact like kinds of insurance pursuant to RCW 48.05.340.

NEW SECTION. Sec. 3. Section 4, chapter 193, Laws of 1957 and RCW 48.09.081 are each repealed.

Passed the House March 5, 1980.

Passed the Senate February 18, 1980.

Approved by the Governor March 13, 1980.

Filed in Office of Secretary of State March 13, 1980.

## CHAPTER 136

[House Bill No. 1483]

### HANDICAPPED FACILITIES BOND FUNDS—SIXTH, SEVENTH, EIGHTH CLASS COUNTIES' ENTITLEMENT

AN ACT Relating to facilities for the handicapped; amending section 8, chapter 221, Laws of 1979 ex. sess. and RCW 43.99C.045 (Referendum Bill 37); adding a new section to chapter 43.99C RCW; making an appropriation; and declaring an emergency.

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

Section 1. Section 8, chapter 221, Laws of 1979 ex. sess. and RCW 43.99C.045 (Referendum Bill 37) are each amended to read as follows:

Subject to legislative appropriation, all principal proceeds of the bonds and bond anticipation notes authorized in this chapter shall be administered by the state department of social and health services exclusively for the purposes specified in this chapter and for the payment of expenses incurred in connection with the sale and issuance of the bonds and bond anticipation notes.

In carrying out the purposes of this chapter all counties of the state shall be eligible to participate in the distribution of the bond proceeds. The share coming to each county shall be determined by a division among all counties according to the relation which the population of each county, as shown by the last federal or official state census, whichever is the later, bears to the total combined population of all counties, as shown by such census; except that, each sixth, seventh, or eighth class county shall receive an aggregate amount of up to seventy-five thousand dollars if, through a procedure established in rule, the department has determined there is a demonstrated need and the share determined for such county is less than seventy-five thousand dollars. No single project in a class AA county shall be eligible for more than fifteen percent of such county's total distribution of bond proceeds.