

NEW SECTION. Sec. 6. Sections one through five of this act shall expire on June 30, 1987.

Passed the Senate April 23, 1983.

Passed the House April 16, 1983.

Approved by the Governor May 16, 1983.

Filed in Office of Secretary of State May 16, 1983.

CHAPTER 167

[Substitute House Bill No. 390]

STATE AND LOCAL GOVERNMENT BOND PROCEDURES

AN ACT Relating to government borrowing; amending section 11, chapter 154, Laws of 1915 as last amended by section 2, chapter 56, Laws of 1970 ex. sess. and RCW 8.12.400; amending section 12, chapter 154, Laws of 1915 and RCW 8.12.410; amending section 15, chapter 154, Laws of 1915 and RCW 8.12.440; amending section 18, chapter 154, Laws of 1915 and RCW 8.12.460; amending section 1, chapter 53, Laws of 1957 as last amended by section 3, chapter 56, Laws of 1970 ex. sess. and RCW 14.08.112; amending section 2, chapter 53, Laws of 1957 as last amended by section 4, chapter 56, Laws of 1970 ex. sess. and RCW 14.08.114; amending section 26, chapter 153, Laws of 1957 as last amended by section 4, chapter 195, Laws of 1973 1st ex. sess. and RCW 17.28.260; amending section 6, chapter 59, Laws of 1955 as amended by section 1, chapter 100, Laws of 1980 and RCW 27.12.060; amending section 2, chapter 59, Laws of 1955 as last amended by section 6, chapter 56, Laws of 1970 ex. sess. and RCW 27.12.223; amending section 28A.51.010, chapter 223, Laws of 1969 ex. sess. as last amended by section 1, chapter 170, Laws of 1980 and RCW 28A.51.010; amending section 28A.51.030, chapter 223, Laws of 1969 ex. sess. and RCW 28A.51.030; amending section 28A.51.055, chapter 223, Laws of 1969 ex. sess. and RCW 28A.51.055; amending section 28A.51.070, chapter 223, Laws of 1969 ex. sess. as amended by section 1, chapter 257, Laws of 1979 ex. sess. and RCW 28A.51.070; amending section 28A.51.180, chapter 223, Laws of 1969 ex. sess. and RCW 28A.51.180; amending section 28A.51.190, chapter 223, Laws of 1969 ex. sess. and RCW 28A.51.190; amending section 28A.51.220, chapter 223, Laws of 1969 ex. sess. and RCW 28A.51.220; amending section 28A.52.050, chapter 223, Laws of 1969 ex. sess. as amended by section 2, chapter 43, Laws of 1975 and RCW 28A.52.050; amending section 28A.52.055, chapter 223, Laws of 1969 ex. sess. and RCW 28A.52.055; amending section 28A.52.060, chapter 223, Laws of 1969 ex. sess. and RCW 28A.52.060; amending section 28B.10.310, chapter 223, Laws of 1969 ex. sess. as last amended by section 1, chapter 25, Laws of 1972 ex. sess. and RCW 28B.10.310; amending section 28B.10.315, chapter 223, Laws of 1969 ex. sess. as last amended by section 23, chapter 56, Laws of 1970 ex. sess. and RCW 28B.10.315; amending section 28B.20.396, chapter 223, Laws of 1969 ex. sess. as last amended by section 25, chapter 56, Laws of 1970 ex. sess. and RCW 28B.20.396; amending section 28B.20.398, chapter 223, Laws of 1969 ex. sess. and RCW 28B.20.398; amending section 35.22.590, chapter 7, Laws of 1965 and RCW 35.22.590; amending section 35.37.090, chapter 7, Laws of 1965 and RCW 35.37.090; amending section 35.37.100, chapter 7, Laws of 1965 and RCW 35.37.100; amending section 35.37.120, chapter 7, Laws of 1965 and RCW 35.37.120; amending section 35.41.030, chapter 7, Laws of 1965 as last amended by section 2, chapter 223, Laws of 1971 ex. sess. and RCW 35.41.030; amending section 35.41.050, chapter 7, Laws of 1965 and RCW 35.41.050; amending section 35.45.030, chapter 7, Laws of 1965 as amended by section 1, chapter 44, Laws of 1967 ex. sess. and RCW 35.45.030; amending section 35.45.040, chapter 7, Laws of 1965 as amended by section 2, chapter 323, Laws of 1981 and RCW 35.45.040; amending section 35.45.050, chapter 7, Laws of 1965 as amended by section 11, chapter 116, Laws of 1971 ex. sess. and RCW 35.45.050; reenacting and amending section 2, chapter 93, Laws of 1970 ex. sess. as amended by section 2, chapter 156, Laws of 1981 and by section 4, chapter 323, Laws of 1981 and RCW 35.45.150; amending section 35.48.020, chapter 7, Laws of 1965 and RCW 35.48.020; amending section 7, chapter 270, Laws of 1975 1st ex. sess. as amended by section 1, chapter 175, Laws of 1979 ex.

sess. and RCW 35.58.2721; amending section 1, chapter 11, Laws of 1970 ex. sess. as last amended by section 24, chapter 195, Laws of 1973 1st ex. sess. and RCW 35.58.450; amending section 35.58.460, chapter 7, Laws of 1965 as last amended by section 8, chapter 70, Laws of 1974 ex. sess. and RCW 35.58.460; amending section 6, chapter 110, Laws of 1967 and RCW 35.59.060; amending section 7, chapter 110, Laws of 1967 and RCW 35.59.070; amending section 35.60.040, chapter 7, Laws of 1965 and RCW 35.60.040; amending section 35.61.100, chapter 7, Laws of 1965 as amended by section 14, chapter 42, Laws of 1970 ex. sess. and RCW 35.61.100; amending section 35.61.160, chapter 7, Laws of 1965 and RCW 35.61.160; amending section 35.61.170, chapter 7, Laws of 1965 as last amended by section 41, chapter 56, Laws of 1970 ex. sess. and RCW 35.61.170; amending section 35.61.180, chapter 7, Laws of 1965 and RCW 35.61.180; amending section 35.61.200, chapter 7, Laws of 1965 and RCW 35.61.200; amending section 35.67.080, chapter 7, Laws of 1965 as last amended by section 42, chapter 56, Laws of 1970 ex. sess. and RCW 35.67.080; amending section 35.67.090, chapter 7, Laws of 1965 and RCW 35.67.090; amending section 35.67.140, chapter 7, Laws of 1965 as last amended by section 43, chapter 56, Laws of 1970 ex. sess. and RCW 35.67.140; amending section 35.67.150, chapter 7, Laws of 1965 and RCW 35.67.150; amending section 35.67.180, chapter 7, Laws of 1965 and RCW 35.67.180; amending section 35.73.060, chapter 7, Laws of 1965 as last amended by section 9, chapter 156, Laws of 1981 and RCW 35.73.060; amending section 35.73.070, chapter 7, Laws of 1965 and RCW 35.73.070; amending section 35.81.100, chapter 7, Laws of 1965 as last amended by section 44, chapter 56, Laws of 1970 ex. sess. and RCW 35.81.100; amending section 35.82.140, chapter 7, Laws of 1965 as last amended by section 6, chapter 274, Laws of 1977 ex. sess. and RCW 35.82.140; amending section 35.89.020, chapter 7, Laws of 1965 as last amended by section 46, chapter 56, Laws of 1970 ex. sess. and RCW 35.89.020; amending section 35.92.080, chapter 7, Laws of 1965 as last amended by section 47, chapter 56, Laws of 1970 ex. sess. and RCW 35.92.080; amending section 35.92.100, chapter 7, Laws of 1965 as last amended by section 57, chapter 3, Laws of 1983 and RCW 35.92.100; amending section 35.92.150, chapter 7, Laws of 1965 and RCW 35.92.150; amending section 35.92.160, chapter 7, Laws of 1965 and RCW 35.92.160; amending section 6, chapter 175, Laws of 1982 and RCW 36.58.150; amending section 36.62.070, chapter 4, Laws of 1963 as last amended by section 49, chapter 56, Laws of 1970 ex. sess. and RCW 36.62.070; amending section 36.62.080, chapter 4, Laws of 1963 and RCW 36.62.080; amending section 36.67.030, chapter 4, Laws of 1963 as amended by section 79, chapter 3, Laws of 1983 and RCW 36.67.030; amending section 36.67.040, chapter 4, Laws of 1963 as last amended by section 10, chapter 156, Laws of 1981 and RCW 36.67.040; amending section 36.67.050, chapter 4, Laws of 1963 and RCW 36.67.050; amending section 36.67.060, chapter 4, Laws of 1963 as amended by section 1, chapter 188, Laws of 1975 1st ex. sess. and RCW 36.67.060; amending section 36.67.070, chapter 4, Laws of 1963 and RCW 36.67.070; amending section 1, chapter 142, Laws of 1965 and RCW 36.67.510; amending section 3, chapter 142, Laws of 1965 as last amended by section 13, chapter 313, Laws of 1981 and RCW 36.67.530; amending section 4, chapter 142, Laws of 1965 and RCW 36.67.540; amending section 6, chapter 142, Laws of 1965 as last amended by section 51, chapter 56, Laws of 1970 ex. sess. and RCW 36.67.560; amending section 13, chapter 218, Laws of 1963 as last amended by section 10, chapter 210, Laws of 1981 and RCW 36.68.520; amending section 36.69.140, chapter 4, Laws of 1963 as last amended by section 19, chapter 210, Laws of 1981 and RCW 36.69.140; amending section 36.69.200, chapter 4, Laws of 1963 as amended by section 80, chapter 3, Laws of 1983 and RCW 36.69.200; amending section 5, chapter 94, Laws of 1972 ex. sess. and RCW 36.69.370; amending section 6, chapter 94, Laws of 1972 ex. sess. and RCW 36.69.380; amending section 7, chapter 94, Laws of 1972 ex. sess. and RCW 36.69.390; amending section 8, chapter 94, Laws of 1972 ex. sess. and RCW 36.69.400; amending section 36.76.080, chapter 4, Laws of 1963 as last amended by section 2, chapter 76, Laws of 1971 and RCW 36.76.080; amending section 36.76.090, chapter 4, Laws of 1963 as last amended by section 53, chapter 56, Laws of 1970 ex. sess. and RCW 36.76.090; amending section 36.76.120, chapter 4, Laws of 1963 and RCW 36.76.120; amending section 36.88.190, chapter 4, Laws of 1963 and RCW 36.88.190; amending section 36.88.200, chapter 4, Laws of 1963 as last amended by section 5, chapter 100, Laws of 1980 and RCW 36.88.200; amending section 36.88.210, chapter 4, Laws of 1963 and RCW 36.88.210; amending section 36.88.230, chapter 4, Laws of 1963 as amended by section 12, chapter 156, Laws of 1981 and RCW 36.88.230; amending section 36.88.240, chapter 4, Laws of

1963 and RCW 36.88.240; amending section 7, chapter 194, Laws of 1967 as amended by section 13, chapter 156, Laws of 1981 and RCW 36.88.470; amending section 4, chapter 109, Laws of 1967 as amended by section 4, chapter 30, Laws of 1970 ex. sess. and RCW 36.89.040; amending section 9, chapter 30, Laws of 1970 ex. sess. as amended by section 20, chapter 313, Laws of 1981 and RCW 36.89.100; amending section 20, chapter 72, Laws of 1967 as amended by section 2, chapter 313, Laws of 1981 and RCW 36.94.200; amending section 13, chapter 155, Laws of 1971 ex. sess. as amended by section 2, chapter 100, Laws of 1980 and RCW 36.95.130; amending section 16, chapter 155, Laws of 1971 ex. sess. as amended by section 4, chapter 52, Laws of 1981 and RCW 36.95.160; amending section 3, chapter 184, Laws of 1971 ex. sess. and RCW 39.42.030; amending section 1, chapter 151, Laws of 1923 as last amended by section 1, chapter 74, Laws of 1965 ex. sess. and RCW 39.44.010; amending section 3, chapter 151, Laws of 1923 as last amended by section 11, chapter 216, Laws of 1982 and RCW 39.44.030; amending section 1, chapter 52, Laws of 1941 as last amended by section 3, chapter 141, Laws of 1961 and RCW 39.44.100; amending section 1, chapter 91, Laws of 1915 as amended by section 4, chapter 141, Laws of 1961 and RCW 39.44.110; amending section 2, chapter 91, Laws of 1915 as amended by section 5, chapter 141, Laws of 1961 and RCW 39.44.120; amending section 3, chapter 91, Laws of 1915 as amended by section 1, chapter 79, Laws of 1971 ex. sess. and RCW 39.44.130; amending section 1, chapter 229, Laws of 1977 ex. sess. and RCW 39.44.140; amending section 4, chapter 216, Laws of 1982 and RCW 39.50.030; amending section 2, chapter 170, Laws of 1895 as last amended by section 60, chapter 56, Laws of 1970 ex. sess. and RCW 39.52.020; amending section 3, chapter 170, Laws of 1895 as last amended by section 1, chapter 204, Laws of 1909 and RCW 39.52.030; amending section 10, chapter 300, Laws of 1981 and RCW 39.84.100; amending section 43.52.3411, chapter 8, Laws of 1965 as amended by section 2, chapter 1, Laws of 1981 1st ex. sess. and RCW 43.52.3411; amending section 2, chapter 80, Laws of 1969 ex. sess. as amended by section 1, chapter 216, Laws of 1982 and RCW 43.80.110; amending section 47.56.140, chapter 13, Laws of 1961 as last amended by section 62, chapter 56, Laws of 1970 ex. sess. and RCW 47.56.140; amending section 49, chapter 145, Laws of 1967 ex. sess. and RCW 47.56.243; amending section 34, chapter 34, Laws of 1939 as last amended by section 1, chapter 221, Laws of 1959 and RCW 52.16.020; amending section 37, chapter 34, Laws of 1939 and RCW 52.16.050; amending section 3, chapter 176, Laws of 1953 as last amended by section 66, chapter 56, Laws of 1970 ex. sess. and RCW 52.16.061; amending section 39, chapter 34, Laws of 1939 as last amended by section 1, chapter 130, Laws of 1975 1st ex. sess. and RCW 52.16.070; amending section 5, chapter 24, Laws of 1951 2nd ex. sess. as last amended by section 67, chapter 56, Laws of 1970 ex. sess. and RCW 52.16.100; amending section 6, chapter 24, Laws of 1951 2nd ex. sess. and RCW 52.16.110; amending section 8, chapter 24, Laws of 1951 2nd ex. sess. as last amended by section 52, chapter 195, Laws of 1973 1st ex. sess. and RCW 52.16.130; amending section 9, chapter 24, Laws of 1951 2nd ex. sess. as amended by section 53, chapter 195, Laws of 1973 1st ex. sess. and RCW 52.16.140; amending section 9, chapter 53, Laws of 1961 as last amended by section 54, chapter 195, Laws of 1973 1st ex. sess. and RCW 52.16.160; amending section 45, chapter 34, Laws of 1939 as last amended by section 68, chapter 56, Laws of 1970 ex. sess. and RCW 52.20.060; amending section 1, chapter 255, Laws of 1947 and RCW 52.34.010; amending section 6, chapter 255, Laws of 1947 and RCW 52.34.060; amending section 6, chapter 65, Laws of 1955 and RCW 53.08.050; amending section 3, chapter 236, Laws of 1959 as last amended by section 69, chapter 56, Laws of 1970 ex. sess. and RCW 53.34.030; amending section 4, chapter 236, Laws of 1959 as last amended by section 70, chapter 56, Laws of 1970 ex. sess. and RCW 53.34.040; amending section 5, chapter 236, Laws of 1959 and RCW 53.34.050; amending section 12, chapter 92, Laws of 1911 as amended by section 2, chapter 179, Laws of 1921 and RCW 53.36.040; amending section 4, chapter 59, Laws of 1957 as last amended by section 73, chapter 56, Laws of 1970 ex. sess. and RCW 53.40.030; amending section 4, chapter 122, Laws of 1949 as last amended by section 4, chapter 183, Laws of 1959 and RCW 53.40.040; amending section 9, chapter 122, Laws of 1949 as last amended by section 74, chapter 56, Laws of 1970 ex. sess. and RCW 53.40.110; amending section 8, chapter 122, Laws of 1949 as last amended by section 75, chapter 56, Laws of 1970 ex. sess. and RCW 53.40.130; amending section 3, chapter 7, Laws of 1941 and RCW 53.43.030; amending section 4, chapter 7, Laws of 1941 as amended by section 17, chapter 156, Laws of 1981 and RCW 53.43.040; amending section 2, chapter 239, Laws of 1947 as last amended by section 76, chapter 56, Laws of 1970 ex. sess. and RCW 53.44.020; amending

section 8, chapter 390, Laws of 1955 as amended by section 1, chapter 218, Laws of 1959 and RCW 54.16.070; amending section 14, chapter 390, Laws of 1955 and RCW 54.16.130; amending section 1, chapter 12, Laws of 1971 and RCW 54.24.018; amending section 2, chapter 182, Laws of 1941 as amended by section 4, chapter 218, Laws of 1959 and RCW 54.24.030; amending section 5, chapter 182, Laws of 1941 as amended by section 5, chapter 218, Laws of 1959 and RCW 54.24.040; amending section 3, chapter 182, Laws of 1941 as last amended by section 6, chapter 218, Laws of 1959 and RCW 54.24.050; amending section 4, chapter 182, Laws of 1941 as last amended by section 78, chapter 56, Laws of 1970 ex. sess. and RCW 54.24.060; amending section 9, chapter 182, Laws of 1941 as last amended by section 2, chapter 37, Laws of 1981 and RCW 54.24.100; amending section 1, chapter 150, Laws of 1957 and RCW 54.24.200; amending section 3, chapter 150, Laws of 1957 as amended by section 19, chapter 156, Laws of 1981 and RCW 54.24.220; amending section 6, chapter 150, Laws of 1957 and RCW 54.24.250; amending section 18, chapter 210, Laws of 1941 as last amended by section 65, chapter 195, Laws of 1973 1st ex. sess. and RCW 56.16.040; amending section 19, chapter 210, Laws of 1941 as last amended by section 1, chapter 25, Laws of 1975 1st ex. sess. and RCW 56.16.060; amending section 21, chapter 210, Laws of 1941 as last amended by section 2, chapter 25, Laws of 1975 1st ex. sess. and RCW 56.16.080; amending section 45, chapter 210, Laws of 1941 and RCW 56.16.130; amending section 4, chapter 58, Laws of 1974 ex. sess. as last amended by section 5, chapter 45, Laws of 1981 and RCW 56.20.015; amending section 8, chapter 18, Laws of 1959 as last amended by section 4, chapter 299, Laws of 1977 ex. sess. and RCW 57.16.030; amending section 9, chapter 114, Laws of 1929 as last amended by section 15, chapter 17, Laws of 1982 1st ex. sess. and RCW 57.16.050; amending section 11, chapter 114, Laws of 1929 as last amended by section 71, chapter 195, Laws of 1973 1st ex. sess. and RCW 57.20.010; amending section 16, chapter 251, Laws of 1953 as amended by section 72, chapter 195, Laws of 1973 1st ex. sess. and RCW 57.20.015; amending section 3, chapter 128, Laws of 1939 as last amended by section 3, chapter 25, Laws of 1975 1st ex. sess. and RCW 57.20.020; amending section 2, chapter 82, Laws of 1935 as amended by section 2, chapter 102, Laws of 1937 and RCW 57.20.080; amending section 3, chapter 82, Laws of 1935 as amended by section 3, chapter 102, Laws of 1937 and RCW 57.20.090; amending section 22, chapter 114, Laws of 1929 and RCW 57.20.130; amending section 9, chapter 236, Laws of 1967 as last amended by section 3, chapter 222, Laws of 1979 ex. sess. and RCW 67.28.160; amending section 11, chapter 22, Laws of 1982 1st ex. sess. and RCW 67.38.110; amending section 12, chapter 22, Laws of 1982 1st ex. sess. and RCW 67.38.120; amending section 5, chapter 147, Laws of 1974 ex. sess. as amended by section 1, chapter 121, Laws of 1981 and RCW 70.37.050; amending section 6, chapter 264, Laws of 1945 as last amended by section 15, chapter 84, Laws of 1982 and RCW 70.44.060; amending section 13, chapter 264, Laws of 1945 as last amended by section 86, chapter 56, Laws of 1970 ex. sess. and RCW 70.44.120; amending section 5, chapter 132, Laws of 1973 as amended by section 3, chapter 6, Laws of 1975 and RCW 70.95A.040; amending section 6, chapter 132, Laws of 1973 and RCW 70.95A.050; amending section 8, chapter 132, Laws of 1973 and RCW 70.95A.070; amending section 29, chapter 117, Laws of 1895 as amended by section 1, chapter 87, Laws of 1921 and RCW 85.05.290; amending section 30, chapter 117, Laws of 1895 as last amended by section 87, chapter 56, Laws of 1970 ex. sess. and RCW 85.05.300; amending section 34, chapter 117, Laws of 1895 and RCW 85.05.340; amending section 1, chapter 156, Laws of 1913 as last amended by section 88, chapter 56, Laws of 1970 ex. sess. and RCW 85.05.480; amending section 1, chapter 69, Laws of 1925 ex. sess. and RCW 85.05.510; amending section 2, chapter 69, Laws of 1925 ex. sess. as amended by section 21, chapter 156, Laws of 1981 and RCW 85.05.520; amending section 3, chapter 69, Laws of 1925 ex. sess. and RCW 85.05.530; amending section 26, chapter 115, Laws of 1895 and RCW 85.06.260; amending section 27, chapter 115, Laws of 1895 as last amended by section 89, chapter 56, Laws of 1970 ex. sess. and RCW 85.06.270; amending section 31, chapter 115, Laws of 1895 and RCW 85.06.310; amending section 1, chapter 174, Laws of 1927 as last amended by section 90, chapter 56, Laws of 1970 ex. sess. and RCW 85.06.321; amending section 1, chapter 174, Laws of 1927 and RCW 85.06.327; amending section 1, chapter 103, Laws of 1935 and RCW 85.07.060; amending section 2, chapter 103, Laws of 1935 as last amended by section 91, chapter 56, Laws of 1970 ex. sess. and RCW 85.07.070; amending section 3, chapter 103, Laws of 1935 and RCW 85.07.080; amending section 6, chapter 103, Laws of 1935 and RCW 85.07.110; amending section 17, chapter 176, Laws

of 1913 as last amended by section 1, chapter 125, Laws of 1933 and RCW 85.08.240; amending section 18, chapter 176, Laws of 1913 as amended by section 24, chapter 130, Laws of 1917 and RCW 85.08.280; amending section 30, chapter 176, Laws of 1913 as last amended by section 24, chapter 156, Laws of 1981 and RCW 85.08.430; amending section 1, chapter 211, Laws of 1929 as last amended by section 1, chapter 38, Laws of 1933 ex. sess. and RCW 85.09.010; amending section 3, chapter 26, Laws of 1949 and RCW 85.16.030; amending section 13, chapter 26, Laws of 1949 as last amended by section 92, chapter 56, Laws of 1970 ex. sess. and RCW 85.16.180; amending section 17, chapter 225, Laws of 1909 and RCW 85.24.160; amending section 16, chapter 225, Laws of 1909 as last amended by section 27, chapter 156, Laws of 1981 and RCW 85.24.230; amending section 109, chapter 72, Laws of 1937 and RCW 86.09.325; amending section 188, chapter 72, Laws of 1937 and RCW 86.09.562; amending section 191, chapter 72, Laws of 1937 and RCW 86.09.571; amending section 194, chapter 72, Laws of 1937 as last amended by section 93, chapter 56, Laws of 1970 ex. sess. and RCW 86.09.580; amending section 195, chapter 72, Laws of 1937 and RCW 86.09.583; amending section 196, chapter 72, Laws of 1937 and RCW 86.09.586; amending section 200, chapter 72, Laws of 1937 as last amended by section 94, chapter 56, Laws of 1970 ex. sess. and RCW 86.09.598; amending section 202, chapter 72, Laws of 1937 and RCW 86.09.604; amending section 203, chapter 72, Laws of 1937 and RCW 86.09.607; amending section 205, chapter 72, Laws of 1937 and RCW 86.09.613; amending section 17, chapter 153, Laws of 1961 and RCW 86.15.170; amending section 8, chapter 136, Laws of 1967 ex. sess. and RCW 86.15.178; amending section 15, page 679, Laws of 1889-90 as last amended by section 1, chapter 119, Laws of 1977 ex. sess. and RCW 87.03.200; amending section 16, page 681, Laws of 1889-90 as last amended by section 2, chapter 43, Laws of 1933 and RCW 87.03.210; amending section 17, page 681, Laws of 1889-90 as last amended by section 16, chapter 209, Laws of 1981 and RCW 87.03.215; amending section 22, page 683, Laws of 1889-90 as last amended by section 1, chapter 169, Laws of 1967 and RCW 87.03.260. amending section 34, page 688, Laws of 1889-90 as last amended by section 22, chapter 129, Laws of 1921 and RCW 87.03.430; amending section 2, chapter 276, Laws of 1961 as last amended by section 1, chapter 83, Laws of 1979 and RCW 87.03.440; amending section 3, chapter 276, Laws of 1961 as amended by section 2, chapter 83, Laws of 1979 and RCW 87.03.441; amending section 41, page 692, Laws of 1889-90 as last amended by section 28, chapter 156, Laws of 1981 and RCW 87.03.470; amending section 42, page 693, Laws of 1889-90 as last amended by section 29, chapter 156, Laws of 1981 and RCW 87.03.475; amending section 11, chapter 162, Laws of 1917 as last amended by section 7, chapter 185, Laws of 1979 ex. sess. and RCW 87.03.485; amending section 12, chapter 162, Laws of 1917 as last amended by section 30, chapter 156, Laws of 1981 and RCW 87.03.490; amending section 2, chapter 128, Laws of 1935 as last amended by section 31, chapter 156, Laws of 1981 and RCW 87.03.510; amending section 15, chapter 162, Laws of 1917 as amended by section 30, chapter 129, Laws of 1921 and RCW 87.03.515; amending section 8, chapter 70, Laws of 1970 ex. sess. and RCW 87.03.522; amending section 2, chapter 161, Laws of 1923 and RCW 87.19.010; amending section 3, chapter 161, Laws of 1923 as last amended by section 96, chapter 56, Laws of 1970 ex. sess. and RCW 87.19.030; amending section 2, chapter 120, Laws of 1929 and RCW 87.22.020; amending section 3, chapter 120, Laws of 1929 and RCW 87.22.030; amending section 19, chapter 120, Laws of 1929 and RCW 87.22.145; amending section 20, chapter 120, Laws of 1929 as last amended by section 97, chapter 56, Laws of 1970 ex. sess. and RCW 87.22.150; amending section 24, chapter 120, Laws of 1929 and RCW 87.22.175; amending section 26, chapter 120, Laws of 1929 and RCW 87.22.190; amending section 37, chapter 120, Laws of 1929 as amended by section 7, chapter 42, Laws of 1931 and RCW 87.22.275; amending section 18, chapter 185, Laws of 1979 ex. sess. and RCW 87.28.015; amending section 2, chapter 57, Laws of 1949 as last amended by section 9, chapter 185, Laws of 1979 ex. sess. and RCW 87.28.020; amending section 5, chapter 57, Laws of 1949 as amended by section 12, chapter 185, Laws of 1979 ex. sess. and RCW 87.28.040; amending section 6, chapter 57, Laws of 1949 as last amended by section 100, chapter 56, Laws of 1970 ex. sess. and RCW 87.28.070; amending section 8, chapter 57, Laws of 1949 as amended by section 13, chapter 185, Laws of 1979 ex. sess. and RCW 87.28.100; amending section 11, chapter 57, Laws of 1949 and RCW 87.28.110; amending section 22, chapter 185, Laws of 1979 ex. sess. and RCW 87.28.150; amending section 2, chapter 121, Laws of 1929 as amended by section 1, chapter 39, Laws of 1941 and RCW 87.64.010; amending section 3, chapter 121, Laws of 1929 as last

amended by section 3, chapter 39, Laws of 1941 and RCW 87.64.020; amending section 10, chapter 236, Laws of 1907 as last amended by section 101, chapter 56, Laws of 1970 ex. sess. and RCW 88.32.140; amending section 11, chapter 236, Laws of 1907 and RCW 88.32.160; amending section 12, chapter 236, Laws of 1907 and RCW 88.32.170; amending section 5, chapter 158, Laws of 1919 as last amended by section 93, chapter 75, Laws of 1977 and RCW 89.16.050; amending section 109, chapter 254, Laws of 1927 and RCW 89.30.325; amending section 138, chapter 254, Laws of 1927 and RCW 89.30.412; amending section 139, chapter 254, Laws of 1927 and RCW 89.30.415; amending section 140, chapter 254, Laws of 1927 as last amended by section 102, chapter 56, Laws of 1970 ex. sess. and RCW 89.30.418; amending section 141, chapter 254, Laws of 1927 and RCW 89.30.421; amending section 143, chapter 254, Laws of 1927 as amended by section 15, chapter 149, Laws of 1933 and RCW 89.30.427; amending section 145, chapter 254, Laws of 1927 as last amended by section 33, chapter 156, Laws of 1981 and RCW 89.30.433; amending section 173, chapter 254, Laws of 1927 and RCW 89.30.517; amending section 174, chapter 254, Laws of 1927 as last amended by section 103, chapter 56, Laws of 1970 ex. sess. and RCW 89.30.520; amending section 182, chapter 254, Laws of 1927 and RCW 89.30.544; amending section 183, chapter 254, Laws of 1927 and RCW 89.30.547; amending section 186, chapter 254, Laws of 1927 and RCW 89.30.556; amending section 206, chapter 254, Laws of 1927 and RCW 89.30.616; amending section 260, chapter 254, Laws of 1927 and RCW 89.30.778; amending section 261, chapter 254, Laws of 1927 and RCW 89.30.781; amending section 262, chapter 254, Laws of 1927 and RCW 89.30.784; amending section 45, chapter 23, Laws of 1911 and RCW 91.08.465; amending section 46, chapter 23, Laws of 1911 as last amended by section 105, chapter 56, Laws of 1970 ex. sess. and RCW 91.08.480; amending section 47, chapter 23, Laws of 1911 and RCW 91.08.485; amending section 48, chapter 23, Laws of 1911 and RCW 91.08.490; amending section 50, chapter 23, Laws of 1911 and RCW 91.08.510; amending section 13, chapter 218, Laws of 1963 as last amended by section 83, chapter ... (SHB 390), Laws of 1983 and RCW 36.68.520; amending section 18, chapter 210, Laws of 1941 as last amended by section 155, chapter ... (SHB 390), Laws of 1983 and RCW 56.16.040; adding a new chapter to Title 39 RCW; adding a new section to chapter 43.80 RCW; creating a new section; repealing section 35.41.040, chapter 7, Laws of 1965 and RCW 35.41.040; repealing section 36.67.080, chapter 4, Laws of 1963 and RCW 36.67.080; repealing section 5, chapter 170, Laws of 1895 and RCW 39.52.040; repealing section 1, chapter 218, Laws of 1941 and RCW 53.39.010; repealing section 2, chapter 218, Laws of 1941 and RCW 53.39.020; repealing section 3, chapter 218, Laws of 1941, section 82, chapter 232, Laws of 1969 ex. sess., section 72, chapter 56, Laws of 1970 ex. sess. and RCW 53.39.030; repealing section 4, chapter 218, Laws of 1941 and RCW 53.39.040; repealing section 5, chapter 218, Laws of 1941, section 1, chapter 33, Laws of 1943, section 1, chapter 62, Laws of 1947 and RCW 53.39.050; repealing section 2, chapter 33, Laws of 1943 and RCW 53.39.060; repealing section 6, chapter 218, Laws of 1941, section 3, chapter 33, Laws of 1943 and RCW 53.39.070; repealing section 7, chapter 218, Laws of 1941, section 4, chapter 33, Laws of 1943 and RCW 53.39.080; repealing section 8, chapter 218, Laws of 1941 and RCW 53.39.900; repealing section 5, chapter 33, Laws of 1943 and RCW 53.39.910; repealing section 6, chapter 33, Laws of 1943 and RCW 53.39.920; repealing section 9, chapter 218, Laws of 1941 and RCW 53.39.930; repealing section 35, chapter 117, Laws of 1895 and RCW 85.05.350; repealing section 32, chapter 115, Laws of 1895 and RCW 85.06.320; repealing section 3, chapter 103, Laws of 1935 and RCW 85.07.080; repealing section 7, chapter 161, Laws of 1923 and RCW 87.19.070; repealing section 25, chapter 120, Laws of 1929 and RCW 87.22.180; repealing section 27, chapter 120, Laws of 1929 and RCW 87.22.195; repealing section 10, chapter 57, Laws of 1949 and RCW 87.28.105; repealing section 187, chapter 254, Laws of 1927 and RCW 89.30.559; repealing section 188, chapter 254, Laws of 1927 and RCW 89.30.562; providing an effective date; and declaring an emergency.

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

NEW SECTION. Sec. 1. The purposes of this chapter are to permit the state and local governments to conform with registration requirements of federal law which are necessary to exempt interest payments from federal income taxes when the state or local governments issue bonds or incur other

obligations and to authorize the establishment and maintenance of differing systems of registering bonds and other obligations as these systems are developed and recognized, which may be instituted, discontinued, and reinstated from time to time. It is further the purpose of this chapter to grant local governments an alternative flexible authority to structure and sell their bond issues and to include a variety of features on their bonds.

This act shall be liberally construed to effect its purposes.

NEW SECTION. Sec. 2. Unless the context clearly requires otherwise, the definitions in this section apply throughout this chapter.

(1) "Bond" means any agreement which may or may not be represented by a physical instrument, including notes, warrants, or certificates of indebtedness, that evidences an indebtedness of the state or a local government or a fund thereof, where the state or local government agrees to pay a specified amount of money, with or without interest, at a designated time or times to either registered owners or bearers.

(2) "Local government" means any county, city, town, special purpose district, political subdivision, municipal corporation, or quasi municipal corporation, including any public corporation created by such an entity.

(3) "Obligation" means an agreement that evidences an indebtedness of the state or a local government, other than a bond, and includes, but is not limited to, conditional sales contracts, lease obligations, and promissory notes.

(4) "State" includes the state, agencies of the state, and public corporations created by the state or agencies of the state.

NEW SECTION. Sec. 3. (1) The state and local governments are authorized to establish a system of registering the ownership of their bonds or other obligations as to principal and interest, or principal only. Registration may include, without limitation: (a) A book entry system of recording the ownership of a bond or other obligation whether or not a physical instrument is issued; or (b) recording the ownership of a bond or other obligation together with the requirement that the transfer of ownership may only be effected by the surrender of the old bond or other obligation and either the reissuance of the old bond or other obligation or the issuance of a new bond or other obligation to the new owner.

(2) The system of registration shall define the method or methods by which transfer of the registered bonds or other obligations shall be effective, and by which payment of principal and any interest shall be made. The system of registration may permit the issuance of bonds or other obligations in any denomination to represent several registered bonds or other obligations of smaller denominations. The system of registration may also provide for any writing relating to a bond or other obligation that is not issued as a physical instrument, for identifying numbers or other designations, for a sufficient supply of certificates for subsequent transfers, for record and payment dates, for varying denominations, for communications to the owners of

bonds or other obligations, for accounting, canceled certificate destruction, registration and release of securing interests, and for such other incidental matters pertaining to the registration of bonds or other obligations as the issuer may deem to be necessary or appropriate.

(3) The state or a local government may appoint one or more of the fiscal agencies appointed from time to time by the state finance committee in accordance with chapter 43.80 RCW to act with respect to an issue of its bonds or other obligations as authenticating trustee, transfer agent, registrar, and paying or other agent and specify the rights and duties and means of compensation of any such fiscal agency so acting. The state and local governments may also enter into agreements with the fiscal agency or agencies in connection with the establishment and maintenance by such fiscal agency or agencies of a central depository system for the transfer or pledge of bonds or other obligations.

(4) Nothing in this section precludes the issuer, or a trustee appointed by the issuer pursuant to any other provision of law, from itself performing, either alone or jointly with other issuers, fiscal agencies, or trustees, any transfer, registration, authentication, payment, or other function described in this section.

NEW SECTION. Sec. 4. A local government authorized to issue bonds shall determine for the bond issue its amount, date or dates, terms not in excess of the maximum term otherwise provided in law, conditions, bond denominations, interest rate or rates, which may be fixed or variable, interest payment dates, maturity or maturities, redemption rights, registration privileges, manner of execution, price, manner of sale, covenants, and form, including registration as to principal and interest, registration as to principal only, or bearer. Registration may be as provided in section 3 of this act.

NEW SECTION. Sec. 5. Each local government authorized to issue bonds is authorized to establish lines of credit with any qualified public depository to be drawn upon in exchange for its bonds or other obligations, to delegate to its fiscal officer authority to determine the amount of credit extended, and to pay interest and other finance or service charges. The interest rates on such bonds or other obligations may be a fixed rate or rates set periodically or a variable rate or rates determined by agreement of the parties.

NEW SECTION. Sec. 6. Where bonds are issued by the state or a local government as physical instruments, the bonds shall be printed, engraved, lithographed, typed, or reproduced and the manual or facsimile signatures of both a designated officer and chairperson of the governing body or chief executive shall be included on each bond.

NEW SECTION. Sec. 7. The proceeds of any bonds issued by the state or a local government may be used to pay incidental costs and costs related to the sale and issuance of the bonds. Such costs include payments for fiscal and legal expenses, obtaining bond ratings, printing, engraving, advertising,

establishing and funding reserve accounts and other accounts, an amount for working capital, capitalized interest for up to six months, necessary and related engineering, architectural, planning, and inspection costs, and other similar activities or purposes.

NEW SECTION. Sec. 8. Sections 1 through 7 of this act shall be deemed to provide a complete, additional, and alternative method for the performance of those subjects authorized by these sections and shall be regarded as supplemental and additional to powers conferred by other state laws. Whenever bonds and other obligations are issued and sold in conformance with sections 1 through 7 of this act, such issuance and sale need not comply with contrary requirements of other state laws applicable to the issuance and sale of bonds or other obligations.

NEW SECTION. Sec. 9. Sections 1 through 8 of this act shall constitute a new chapter in Title 39 RCW.

NEW SECTION. Sec. 10. The local government committees of the house of representatives and the senate shall cooperate in a study of the provisions of the law related to debt limits, and the issuance and sale of bonds, notes, warrants and other obligations of the state and units of local government. The committees shall report their initial findings and recommended legislation on or before January 1, 1984 and shall submit a final report and any recommended legislation on or before January 1, 1985.

NEW SECTION. Sec. 11. There is added to chapter 43.80 RCW a new section to read as follows:

(1) The fiscal agencies designated pursuant to RCW 43.80.110 and 43.80.120 may be appointed by the state or a local government to act as registrar, authenticating agent, transfer agent, paying agent, or other agent in connection with the issuance by the state or local government of registered bonds or other obligations pursuant to a system of registration as provided by section 3 of this 1983 act and may establish and maintain on behalf of the state or local government a central depository system for the transfer or pledge of bonds or other obligations. The term "local government" shall be as defined in section 2 of this 1983 act.

(2) Whenever in the judgment of the fiscal agencies, certain services as registrar, authenticating agent, transfer agent, paying agent, or other agent in connection with the establishment and maintenance of a central depository system for the transfer or pledge of registered public obligations, or in connection with the issuance by any public entity of registered public obligations pursuant to a system of registration as provided in chapter RCW (sections 1 through 8 of this 1983 act), can be secured from private sources more economically than by carrying out such duties themselves, they may contract out all or any of such services to such private entities as such fiscal agencies deem capable of carrying out such duties in a responsible manner.

Sec. 12. Section 11, chapter 154, Laws of 1915 as last amended by section 2, chapter 56, Laws of 1970 ex. sess. and RCW 8.12.400 are each amended to read as follows:

(1) Such bonds shall be issued only in pursuance of ordinances of the city directing the issuance of the same, and by their terms shall be made payable on or before a date not to exceed twelve years from and after their date, which latter date may be fixed by resolution or ordinance by council or other legislative body of said city and shall bear interest at such rate or rates as may be authorized by the council or other legislative body of said city, which interest shall be payable annually, or semiannually, as may be provided by resolution or ordinance(~~(, and each bond shall have attached thereto interest coupons for each interest payment)~~): PROVIDED, That the legislative body of any city of the first class having a population of three hundred thousand inhabitants, or more, issuing any bonds hereunder may by ordinance, passed by unanimous vote, authorize the issuance of such bonds payable on or before a date not to exceed twenty-two years from and after the date of the issue of such bonds, and shall in such ordinance provide that said bonds shall be sold at not less than par and shall bear interest at such rate or rates as may be authorized by the legislative body.

Such bonds shall be in such denominations as shall be provided in the resolution or ordinance authorizing their issuance and shall be numbered from one upwards, consecutively, and each bond and any coupon shall be signed by the mayor and attested by the clerk or comptroller of such city: PROVIDED, HOWEVER, That ((said)) any coupons may in lieu of being so signed have printed thereon a facsimile of the signature of said officers and each bond shall have the seal of such city affixed thereto and shall refer to the improvement to pay for which the same shall be issued and to the ordinance authorizing the same. Each bond shall provide that the principal sum therein named, and the interest thereon, shall be payable out of the local improvement fund created for the payment of the cost and expense of such improvement, and not otherwise. Such bonds shall not be issued in any amount in excess of the cost and expense of the improvement. The bonds may be in any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 13. Section 12, chapter 154, Laws of 1915 and RCW 8.12.410 are each amended to read as follows:

(1) The bonds issued under the provisions of this chapter or any portion thereof may be sold by any authorized officer or officers of the city at not less than their par value and accrued interest, and the proceeds thereof shall be applied in payment of the awards, interest and costs of the improvement.

(2) Notwithstanding subsection (1) of this section, such bonds may be sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 14. Section 15, chapter 154, Laws of 1915 and RCW 8.12.440 are each amended to read as follows:

If the city shall fail, neglect or refuse to pay said bonds or to promptly collect any such assessments when due, the owner of any such bonds may proceed in his own name to collect such assessment and foreclose the lien thereof in any court of competent jurisdiction, and shall in addition to the principal of such bonds and interest thereon, recover five percent of such sum, together with the costs of such suit. Any number of ~~((holders))~~ owners of such bonds for any single improvement may join as plaintiffs and any number of owners of the property on which the same are a lien may be joined as defendants in such suit.

Sec. 15. Section 18, chapter 154, Laws of 1915 and RCW 8.12.460 are each amended to read as follows:

The city treasurer shall pay the interest on the bonds authorized to be issued by this chapter out of the respective local improvement funds from which they are payable. Whenever there shall be sufficient money in any local improvement fund against which bonds have been issued under the provisions of this chapter, over and above sufficient for the payment of interest on all unpaid bonds, to pay the principal of one or more bonds, the treasurer shall call in and pay such bonds. Such bonds shall be called in and paid in their numerical order, commencing with number one. Such call shall be made by publication in the city official newspaper in its first publication following the delinquency of the installment of the assessment or as soon thereafter as is practicable, and shall state that bonds No. (giving the serial numbers of the bonds called) will be paid on the day the next interest ~~((coupons))~~ payments on said bonds shall become due, and interest on said bonds shall cease upon such date: PROVIDED, That in any city ~~((or town))~~ not having an official newspaper, such publication may be made in any newspaper of general circulation published therein, or in case there be no such newspaper, then in a newspaper published in the county in which such city ~~((or town))~~ is located and of general circulation in such city ~~((or town))~~.

Sec. 16. Section 1, chapter 53, Laws of 1957 as last amended by section 3, chapter 56, Laws of 1970 ex. sess. and RCW 14.08.112 are each amended to read as follows:

(1) Municipalities, including any governmental subdivision which may be hereafter authorized by law to own, control and operate an airport or other air navigation facility, are hereby authorized to issue revenue bonds to provide part or all of the funds required to accomplish the powers granted them by chapter 14.08 RCW, and to construct, acquire by purchase or

condemnation, equip, add to, extend, enlarge, improve, replace and repair airports, facilities and structures thereon including but not being limited to facilities for the servicing of aircraft and for the comfort and accommodation of air travelers, and other properties incidental to the operation of airports and to pay all costs incidental thereto.

The legislative body of the municipality shall create a special fund for the sole purpose of paying the principal of and interest on the bonds of each issue, into which fund the legislative body shall obligate the municipality to pay an amount of the gross revenue derived from its ownership, control, use and operation of the airport and all airport facilities and structures thereon and used and operated in connection therewith, including but not being limited to fees charged for all uses of the airport and facilities, rentals derived from leases of part or all of the airport, buildings and any or all air navigation facilities thereon, fees derived from concessions granted, and proceeds of sales of part or all of the airport and any or all buildings and structures thereon or equipment therefor, sufficient to pay the principal and interest as the same shall become due, and to maintain adequate reserves therefor if necessary. Revenue bonds and the interest thereon shall be payable only out of and shall be a valid claim of the ~~((holder))~~ owner thereof only as against the special fund and the revenue pledged to it, and shall not constitute a general indebtedness of the municipality.

Each revenue bond and any interest coupon attached thereto shall name the fund from which it is payable and state upon its face that it is only payable therefrom; however, all revenue bonds and any interest coupons issued under RCW 14.08.112 and 14.08.114 shall be negotiable instruments within the provisions and intent of the negotiable instruments law of this state. Each issue of revenue bonds may be bearer coupon bonds or may be registered either as to principal only or as to principal and interest as provided in section 3 of this 1983 act; shall be in the denomination or denominations the legislative body of the municipality shall deem proper; shall be payable at the time or times and at the place or places as shall be determined by the legislative body; shall bear interest at such rate or rates as authorized by the legislative body; shall be signed on behalf of the municipality by the chairman of the ~~((board-of))~~ county ~~((commissioners))~~ legislative authority, mayor of the city or town, president of the port commission, and similar officer of any other municipality, shall be attested by the county auditor, the clerk or comptroller of the city or town, the secretary of the port commission, and similar officer of any other municipality, one of which signatures may be a facsimile signature, and shall have the seal of the municipality impressed thereon; ~~((each-of-the))~~ any interest coupons attached thereto shall be signed by the facsimile signatures of said officials. Revenue bonds shall be sold in the manner as the legislative body of the municipality shall deem best, either at public or private sale.

The municipality at the time of the issuance of revenue bonds may provide covenants as it may deem necessary to secure and guarantee the payment of the principal thereof and interest thereon, including but not being limited to covenants to create a reserve fund or account and to authorize the payment or deposit of certain moneys therein for the purpose of securing or guaranteeing the payment of the principal and interest, to establish and maintain rates, charges, fees, rentals and sales prices sufficient to pay the principal and interest and to maintain an adequate coverage over annual debt service, to appoint a trustee for the ((bondholders)) bond owners and a trustee for the safeguarding and disbursing of the proceeds of sale of the bonds and to fix the powers and duties of the trustee or trustees, and to make any and all other covenants as the legislative body may deem necessary to its best interest and that of its inhabitants to accomplish the most advantageous sale possible of the bonds. The legislative body may also provide that revenue bonds payable out of the same source or sources may later be issued on a parity with revenue bonds being issued and sold.

The legislative body of the municipality may include an amount for working capital and an amount necessary for interest during the period of construction of the airport or any facilities plus six months, in the principal amount of any revenue bond issue; if it deems it to the best interest of the municipality and its inhabitants, it may provide in any contract for the construction or acquisition of an airport or facilities that payment therefor shall be made only in revenue bonds at the par value thereof.

If the municipality or any of its officers shall fail to carry out any of its or their obligations, pledges or covenants made in the authorization, issuance and sale of bonds, the ((holder)) owner of any bond or the trustee may bring action against the municipality and/or said officers to compel the performance of any or all of the covenants.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 17. Section 2, chapter 53, Laws of 1957 as last amended by section 4, chapter 56, Laws of 1970 ex. sess. and RCW 14.08.114 are each amended to read as follows:

When any municipality has outstanding revenue bonds or warrants payable solely from revenues derived from the ownership, control, use and operation of the airport and all its facilities and structures thereon used and operated in connection therewith, the legislative body thereof may provide for the issuance of funding or refunding bonds to fund or refund outstanding warrants or bonds or any part thereof at or before maturity, and may combine various outstanding warrants and various series and issues of outstanding bonds in the amount thereof to be funded or refunded and may issue funding or refunding bonds to pay any redemption premium and interest payable on the outstanding revenue warrants or bonds being funded

or refunded. The legislative body of the municipality shall create a special fund for the sole purpose of paying the principal of and interest on funding or refunding bonds, into which fund the legislative body shall obligate the municipality to pay an amount of the gross revenue derived from its ownership, control, use and operation of the airport and all airport facilities and structures thereon as provided in RCW 14.08.112, sufficient to pay the principal and interest as the same shall become due, and to maintain adequate reserves therefor if necessary. Bonds and the interest thereon shall be payable only out of and shall be a valid claim of the ~~((holder))~~ owner thereof only as against the special fund and the revenue pledged to it, and shall not constitute a general indebtedness of the municipality.

The net interest cost to maturity on funding or refunding bonds shall be at such rate or rates as shall be authorized by the legislative body.

The municipality may exchange funding or refunding bonds at par for the warrants or bonds which are being funded or refunded, or it may sell the funding or refunding bonds in the manner as it shall deem for the best interest of the municipality and its inhabitants, either at public or private sale. Funding or refunding bonds shall be governed by and issued under and in accordance with the provisions of RCW 14.08.112 with respect to revenue bonds unless there is a specific provision to the contrary in this section.

Sec. 18. Section 26, chapter 153, Laws of 1957 as last amended by section 4, chapter 195, Laws of 1973 1st ex. sess. and RCW 17.28.260 are each amended to read as follows:

(1) A mosquito control district shall have the power to issue general obligation bonds and to pledge the full faith and credit of the district to the payment thereof, for any authorized purpose or purposes of the mosquito control district: PROVIDED, That a proposition authorizing the issuance of such bonds shall have been submitted to the electors of the mosquito control district at a special or general election and assented to by three-fifths of the persons voting on said proposition at said election at which such election the total number of persons voting on such bond proposition shall constitute not less than forty percent of the total number of votes cast within the area of said mosquito control district at the last preceding county or state general election.

General obligation bonds shall bear interest at a rate or rates as authorized by the board of trustees. The various annual maturities shall commence not more than two years from the date of issue of the bonds and shall as nearly as practicable be in such amounts as will, together with the interest on all outstanding bonds of such issue, be met by equal annual tax levies.

Such bonds shall never be issued to run for a longer period than ten years from the date of issue and may be in any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act.

The bonds shall be signed by the presiding officer of the board of trustees of the district and shall be attested by the secretary of the board, one of

which signatures may be a facsimile signature and the seal of the mosquito control district shall be impressed thereon. ~~((Each of the))~~ Any interest coupons shall be signed by the facsimile signatures of said officials. General obligation bonds shall be sold at public sale as provided by law for sale of general obligation bonds of cities ~~((of the first class))~~ and towns and at a price not less than par and accrued interest.

There shall be levied by the officers or governing body now or hereafter charged by law with the duty of levying taxes in the manner provided by law an annual levy in excess of the constitutional and/or statutory tax limitations sufficient to meet the annual or semiannual payments of the principal and interest on the said bonds maturing as herein provided upon all taxable property within the mosquito control district.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 19. Section 6, chapter 59, Laws of 1955 as amended by section 1, chapter 100, Laws of 1980 and RCW 27.12.060 are each amended to read as follows:

(1) The board of library trustees of this district may contract indebtedness, and evidence it by issuing and selling, at par plus accrued interest, ~~((coupon warrants))~~ general obligation bonds of the district in such form as the board of library trustees shall determine, including bearer bonds or registered bonds as provided in section 3 of this 1983 act. ~~((Such warrants may be issued in advance of the tax levy.))~~ Such ~~((warrants))~~ bonds, signed by the chairman and the secretary of the board of library trustees, shall be payable at such times as the board of library trustees shall provide, but shall not ~~((longer than))~~ have maximum term in excess of six years ~~((from the date thereof)).~~

The ~~((warrants))~~ bonds shall ~~((be payable to bearer and shall have interest coupons attached providing))~~ provide for the payment of interest semiannually on the first day of January and of July. At the option of the district board, the aggregate amount of ~~((coupon warrants))~~ bonds may include a sum sufficient to pay the annual interest for a period not exceeding one year from the issuing date of the ~~((coupon warrants))~~ bonds and, in that event, such interest shall be taken from the proceeds of the sale of the ~~((coupon warrants))~~ bonds and immediately placed in the ~~((coupon warrant))~~ general obligation bond fund of the district for payment of ~~((the))~~ interest ~~((coupons maturing))~~ becoming due during the first year of the ~~((coupon warrants. The issuance thereof shall be recorded in the office of the county treasurer in a book kept for that purpose. All district warrants of every kind shall outlaw and become void after six years from their maturity date but only if there is money in the proper fund available for their payment within such period))~~ bonds.

(2) Notwithstanding subsection (1) of this section, such general obligation bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

(3) A rural county library district shall be a public corporation with such powers as are necessary to carry out its functions and for taxation purposes shall have the power vested in municipal corporations for such purposes.

Sec. 20. Section 2, chapter 59, Laws of 1955 as last amended by section 6, chapter 56, Laws of 1970 ex. sess. and RCW 27.12.223 are each amended to read as follows:

(1) Bonds authorized by RCW 27.12.222 shall be serial in form and maturity and numbered from one upward consecutively. Only bond No. 1 of any issue shall be of a denomination other than a multiple of one hundred dollars. The resolution authorizing the issuance of the bonds shall fix the rate or rates of interest the bonds shall bear, and the place and date of payment of principal and interest. Such bonds may be in any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act. The bonds shall be signed by the chairman of the board of library trustees and attested by the secretary. Any coupons in lieu of being signed may bear the facsimile signature of such officers. Bonds shall be sold in such manner as the board of library trustees deems for the best interests of the district. All such bonds shall be legal securities for any bank or trust company for deposit with the state treasurer or any county or city treasurer as security for deposits in lieu of a surety bond under any law relating to deposits of public moneys.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 21. Section 28A.51.010, chapter 223, Laws of 1969 ex. sess. as last amended by section 1, chapter 170, Laws of 1980 and RCW 28A.51.010 are each amended to read as follows:

The board of directors of any school district may borrow money and issue negotiable ((coupon)) bonds therefor for the purpose of:

- (1) Funding outstanding indebtedness or bonds theretofore issued; or
- (2) For the purchase of sites for all buildings, playgrounds, physical education and athletic facilities and structures authorized by law or necessary or proper to carry out the functions of a school district; or
- (3) For erecting all buildings authorized by law, including but not limited to those mentioned in subparagraph (2) immediately above or necessary or proper to carry out the functions of a school district, and providing the necessary furniture, apparatus, or equipment therefor; or
- (4) For improving the energy efficiency of school district buildings and/or installing systems and components to utilize renewable and/or inexhaustible energy resources; or

(5) For major and minor structural changes and structural additions to buildings, structures, facilities and sites necessary or proper to carrying out the functions of the school district; or

(6) For any or all of these purposes.

Neither the amount of money borrowed nor bonds issued therefor shall exceed the limitation of indebtedness prescribed by chapter 39.36 RCW, as now or hereafter amended.

Bonds may be issued only when authorized by the vote of the qualified electors of the district as provided by law.

The bonds so issued shall be in such form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act, for such terms, bear such rate or rates of interest, be sold in such manner, and be payable and redeemable, as the board of directors shall determine in accordance with this chapter and chapter 39.44 RCW; PROVIDED, That such bonds may also be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 22. Section 28A.51.030, chapter 223, Laws of 1969 ex. sess. and RCW 28A.51.030 are each amended to read as follows:

(1) Upon receipt of a resolution from the board of directors of any school district authorizing the sale of all or any part of bonds authorized by an election as provided for in RCW 28A.51.020, the county treasurer of the county to which said school district belongs shall publish notice of the sale of the said bonds in accordance with the provisions of RCW 39.44.030. Said notices, in addition to such information as required in RCW 39.44.030, must give the amounts of bonds to be sold, the time to run, where payable, the option, if any, of the district to redeem, also naming the hour and day for considering bids, and asking bidders to name the price and rates of interest at which they will purchase such bonds or any of them. Such bonds may be issued in such denominations as provided for in RCW 39.44.011, and shall contain upon their faces the date and series of issue, rate or rates of interest, where payable, time to run, option, if any, of district to redeem and that the whole indebtedness of said district does not exceed the constitutional limit. Each bond so issued must be registered by the county treasurer, in a book to be kept for that purpose, which must show the number and such data as is necessary to secure a complete record of such bond, the series and amount of such bond, the person to whom the same is issued, the number of the district issuing, together with the names of directors signing the same; and the said bond shall be indorsed and bear a statement on the back thereof as provided in RCW 39.44.102; PROVIDED, That in the case of joint school districts the bond or bonds shall be registered by the treasurer of each county in which any part of such school district shall lie; PROVIDED, That these bonds may be registered as provided in section 3 of this 1983 act in lieu of being so registered with the county treasurer.

(2) Notwithstanding subsection (1) of this section, such bonds may also be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 23. Section 28A.51.055, chapter 223, Laws of 1969 ex. sess. and RCW 28A.51.055 are each amended to read as follows:

In addition to the authorization of the use of facsimile signatures in chapter 39.44 RCW, the board of directors of any school district authorized by vote of the electorate to issue bonds for capital purposes or the payment of validated indebtedness, or any officer required by law to sign such bonds, in the manner in RCW 28A.51.055 through 28A.51.058 provided, may authorize one or more bonded persons to affix the signature of the designating officer to such bonds and any coupons. When the signature of such officer is so affixed to any such bond or bonds pursuant to such designation, the bond or bonds shall bind the school district and all persons concerned as though the signature were made by the designating officer.

Sec. 24. Section 28A.51.070, chapter 223, Laws of 1969 ex. sess. as amended by section 1, chapter 257, Laws of 1979 ex. sess. and RCW 28A.51.070 are each amended to read as follows:

(1) At the time named in said notice it shall be the duty of said board of directors to meet with the county treasurer at his office, and with him open said bids, and sell said bonds or any portion thereof to the person or persons making the most advantageous offer: PROVIDED, That said bids and the acceptance or rejection thereof and the sale of such bonds shall be in conformance with the provisions of RCW 39.44.030. Upon the sale of the bonds, the board of directors, as soon thereafter as practicable, shall deliver the bonds, properly executed, to the county treasurer, taking his receipt therefor. The county treasurer, upon payment of the price agreed upon, shall deliver the same to the person or persons to whom sold, and place the moneys arising from such sale to the credit of the general school fund of the district: PROVIDED. That where the bonds have been sold for the purchase of a schoolhouse site or sites or building one or more schoolhouses and providing the same with all necessary furniture, apparatus or equipment, or for any or all of these purposes, he shall place the money derived from such sale to the credit of the building fund of the district, and such fund is hereby created. The board of directors may provide that costs incurred relating to the sale and issuance of the bonds shall be paid from the bond proceeds. If the board of directors and the person or persons to whom the bonds are sold agree that the delivery of said bonds shall be in installments, the county treasurer shall hold said bonds, and deliver to purchasers only on written order of the board of directors to deliver at specified times the bonds designated by number and series.

(2) Notwithstanding subsection (1) of this section, such bonds may be sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 25. Section 28A.51.180, chapter 223, Laws of 1969 ex. sess. and RCW 28A.51.180 are each amended to read as follows:

(1) Whenever any bonds lawfully issued by any school district under the provisions of this chapter shall reach maturity and shall remain unpaid, or may be paid under any option provided in the bonds, the board of directors thereof shall have the power without any vote of the school district to fund the same by issuing (~~coupon~~) bonds conformable to the requirements of this chapter and sell the same at not less than their par value and use the proceeds exclusively for the purpose of retiring and canceling such outstanding bonds as aforesaid, or the said directors in their discretion may exchange such refunding bonds par for par for such outstanding bonds: PROVIDED, That such bonds shall be issued in such denominations as the school district issuing such bonds in its discretion shall determine and in accordance with RCW 39.44.011, shall be redeemable within the time provided by RCW 39.44.070, shall be in any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act, and shall draw a rate of interest not to exceed that allowed by law and as the school district issuing such bonds so designates.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 26. Section 28A.51.190, chapter 223, Laws of 1969 ex. sess. and RCW 28A.51.190 are each amended to read as follows:

Every holder of any of the bonds so issued as a bearer bond as provided in this chapter, within ten days after he shall become the owner or holder thereof, shall notify the county treasurer of the county in which such bonds are issued of his ownership, together with his full name and post office address, and the county treasurer of said county, in addition to the published notice in RCW 28A.51.210 provided for, shall deposit in the post office, properly stamped and addressed to each owner (~~or holder~~) of any such bonds subject to redemption or payment, a notice in like form, stating the time and place of the redemption of such bonds and the number of the bonds to be redeemed, and in case any owners of bonds shall fail to notify the treasurer of their ownership as aforesaid, then a notice mailed to the last holder of such bonds shall be deemed sufficient, and any and all such notices so mailed as aforesaid shall be deemed to be personal notice to the holders of such bonds, and at the expiration of the time therein named shall have the force to suspend the interest upon any such bonds.

Sec. 27. Section 28A.51.220, chapter 223, Laws of 1969 ex. sess. and RCW 28A.51.220 are each amended to read as follows:

If bonds issued under this chapter are not sold as in this chapter provided, the (~~holders~~) owners of unpaid warrants drawn on the county treasurer by such district for an indebtedness existing at the date of the election may exchange said warrants at the face value thereof and accrued interest

thereon for (~~coupon~~) bonds issued under this chapter, at not less than par value and accrued interest of such bonds at the time of the exchange; such exchange to be made under such regulations as may be provided by the board of directors of such district.

Sec. 28. Section 28A.52.050, chapter 223, Laws of 1969 ex. sess. as amended by section 2, chapter 43, Laws of 1975 and RCW 28A.52.050 are each amended to read as follows:

(1) If the indebtedness of such school district is validated and ratified, as provided in this chapter, by three-fifths of the voters voting at such election, the board of directors of such school district, without any further vote, may borrow money and issue negotiable (~~coupon~~) bonds therefor in accordance with the provisions of chapter 39.44 RCW. Such bonds may be in any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act.

Except as provided in RCW 39.44.100 for facsimile signatures, in all school districts of the second class, said bonds(~~(, with the coupons,)~~) must be signed by the board of directors and countersigned by the school district superintendent and in school districts of the first class said bonds, (~~with the~~) and any coupons, must be signed in the corporate name of the district by the president of the board of directors thereof.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 29. Section 28A.52.055, chapter 223, Laws of 1969 ex. sess. and RCW 28A.52.055 are each amended to read as follows:

When authorized to issue bonds, as provided in this chapter, the board of directors shall, at a meeting of such board, by resolution provide for the issue, sale, and disposition of the proceeds from the sale of such bonds, and the payment of interest and principal thereon, all in accordance with the provisions of chapter 39.44 RCW, and the money arising from the sale of the bonds issued under this chapter shall be applied as provided in RCW 28A.52.050: PROVIDED, That such bonds may also be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 30. Section 28A.52.060, chapter 223, Laws of 1969 ex. sess. and RCW 28A.52.060 are each amended to read as follows:

If bonds issued under this chapter are not sold as herein provided, the (~~holders~~) owners of unpaid warrants drawn on the county treasurer by such district for an indebtedness existing at the time of the adoption of the resolution mentioned in RCW 28A.52.020, may exchange said warrants at the face value thereof and accrued interest thereon for (~~coupon~~) bonds issued under this chapter, at not less than par value and accrued interest of such bonds at the time of the exchange; such exchange to be made under

such regulations as may be provided by the board of directors of such district.

Sec. 31. Section 28B.10.310, chapter 223, Laws of 1969 ex. sess. as last amended by section 1, chapter 25, Laws of 1972 ex. sess. and RCW 28B.10.310 are each amended to read as follows:

Each issue or series of such bonds: Shall be sold at such price and at such rate or rates of interest; may be serial or term bonds; may mature at such time or times in not to exceed forty years from date of issue; may be sold at public or private sale; may be payable both principal and interest at such place or places; may be subject to redemption prior to any fixed maturities; may be in such denominations; may be payable to bearer or to the purchaser or purchasers thereof or may be registrable as to principal or principal and interest (~~(at the option of the holder)~~) as provided in section 3 of this 1983 act; may be issued under and subject to such terms, conditions and covenants providing for the payment of the principal thereof and interest thereon, which may include the creation and maintenance of a reserve fund or account to secure the payment of such principal and interest and a provision that additional bonds payable out of the same source or sources may later be issued on a parity therewith, and such other terms, conditions, covenants and protective provisions safeguarding such payment, all as determined and found necessary and desirable by said boards of regents or trustees. If found reasonably necessary and advisable, such boards of regents or trustees may select a trustee for the owners (~~(and holders)~~) of each such issue or series of bonds and/or for the safeguarding and disbursements of the proceeds of their sale for the uses and purposes for which they were issued and, if such trustee or trustees are so selected, shall fix its or their rights, duties, powers, and obligations. The bonds of each such issue or series: Shall be executed on behalf of such universities or colleges by the president of the board of regents or the chairman of the board of trustees, and shall be attested by the secretary or the treasurer of such board, one of which signatures may be a facsimile signature; and shall have the seal of such university or college impressed, printed, or lithographed thereon, and ~~((the))~~ any interest coupons attached thereto shall be executed with the facsimile signatures of said officials. The bonds of each such issue or series and ~~((each))~~ any of the coupons attached thereto shall be negotiable instruments within the provisions and intent of the negotiable instruments law of this state even though they shall be payable solely from any special fund or funds.

Sec. 32. Section 28B.10.315, chapter 223, Laws of 1969 ex. sess. as last amended by section 23, chapter 56, Laws of 1970 ex. sess. and RCW 28B.10.315 are each amended to read as follows:

Such boards of regents or trustees may from time to time provide for the issuance of funding or refunding revenue bonds to fund or refund at or

prior to maturity any or all bonds of other indebtedness, including any premiums or penalties required to be paid to effect such funding or refunding, heretofore or hereafter issued or incurred to pay all or part of the cost of acquiring, constructing, or installing any lands, buildings, or facilities of the nature described in RCW 28B.10.300.

Such funding or refunding bonds and (~~each of the~~) any coupons attached thereto shall be negotiable instruments within the provisions and intent of the negotiable instruments law of this state.

Such funding or refunding bonds may be exchanged for or applied to the payment of the bonds or other indebtedness being funded or refunded or may be sold in such manner and at such price, and at such rate or rates of interest as the boards of regents or trustees deem advisable, either at public or private sale.

The provisions of this chapter relating to the maturities, terms, conditions, covenants, interest rate, issuance, and sale of revenue bonds shall be applicable to such funding or refunding bonds except as may be otherwise specifically provided in this section.

Sec. 33. Section 28B.20.396, chapter 223, Laws of 1969 ex. sess. as last amended by section 25, chapter 56, Laws of 1970 ex. sess. and RCW 28B.20.396 are each amended to read as follows:

Bonds issued pursuant to the authority granted under subdivision (4) of RCW 28B.20.392—

(1) shall not constitute (a) an obligation, either general or special, of the state or (b) a general obligation of the University of Washington or of the board;

(2) shall be—

(a) either (~~registered or~~) in (~~coupon~~) bearer form or in registered form as provided in section 3 of this 1983 act, and

(b) issued in denominations of not less than one hundred dollars;

(3) shall state—

(a) the date of issue, and

(b) the series of the issue and be consecutively numbered within the series, and

(c) that the bond is payable only out of a special fund established for the purpose, and designate the fund;

(4) shall bear interest, payable either annually, or semiannually as the board may determine;

(5) shall be payable solely out of—

(a) revenue derived from operating, managing and leasing the university tract, and

(b) a special fund, created by the board for the purpose, consisting either of (i) a fixed proportion, or (ii) a fixed amount out of and not exceeding a fixed proportion, or (iii) a fixed amount without regard to any fixed proportion, of the revenue so derived;

(6) may contain covenants by the board in conformity with the provisions of RCW 28B.20.398(2);

(7) shall be payable at such times over a period of not to exceed thirty years, in such manner and at such place or places as the board determines;

(8) shall be executed in such manner as the board by resolution determines;

(9) shall be sold in such manner as the board deems for the best interest of the University of Washington.

Sec. 34. Section 28B.20.398, chapter 223, Laws of 1969 ex. sess. and RCW 28B.20.398 are each amended to read as follows:

(1) Any resolution of the board pursuant to the provisions of subdivision (4) of RCW 28B.20.392 shall provide for the creation of a special fund, in conformity with the provisions of subdivision (5)(b) of RCW 28B.20.396.

(2) Any resolution authorizing the issuance of bonds pursuant to the provisions of RCW 28B.20.390, 28B.20.392, 28B.20.396 and 28B.20.398 may contain covenants of the board to protect and safeguard the security and rights of the ((holders)) owners of any such bonds such as are then customary in connection with similar bonds and considered advisable in order to assure the maximum marketability for said bonds. Without limiting the generality of the foregoing, any such resolution may contain covenants as to——

(a) the creation of a special fund into which the proceeds of all bonds issued pursuant to the provisions of such resolution shall be deposited, the terms and conditions upon which payments may be made from such special fund, and for the payment of interest on bonds issued pursuant to such resolution from the moneys in said fund;

(b) maintaining rental and leasehold rates and other charges at a level sufficient at all times to provide revenue (i) to pay the interest on and principal of all bonds and other obligations payable from said revenue, (ii) to make all other payments from said revenues required under the provisions of any resolution adopted in connection with the issuance of warrants or bonds under RCW 28B.20.390, 28B.20.392, 28B.20.396 and 28B.20.398 and (iii) to pay the operating, management, maintenance, repair and upkeep costs of the university tract;

(c) collection, deposit, custody and disbursement of the revenues from the university tract or any portions thereof including (i) a specification of the depositories to be designated, and (ii) authorization of such depositories, or other banks or trust companies, to act as fiscal agent of the board for the custody of the proceeds of bonds and the moneys held in any funds created pursuant to RCW 28B.20.390, 28B.20.392, 28B.20.396 and 28B.20.398, or any resolution authorizing such bonds, and to represent ((bondholders)) bond owners in the event of a default on such bonds or in the event of a

default in the performance of any duty or obligation of the board in connection therewith, with such power and duty as such resolution may provide;

(d) creation and administration of reserve and other funds for the payment, at or prior to maturity, of any indebtedness chargeable against the revenues from the university tract and for creation of working funds, depreciation funds, replacement funds, reserves for extraordinary repairs and any other fund deemed necessary or desirable to insure the continued profitable operation of the said university tract;

(e) deposit of collateral security or indemnity bonds to secure the proceeds (i) of bonds issued pursuant to the provisions of such resolution and (ii) of all revenues which are pledged to secure the repayment of bonds issued pursuant to the provisions of such resolution and (iii) of all moneys deposited in any special fund created under the authority of RCW 28B.20.390, 28B.20.392, 28B.20.396 and 28B.20.398 or any covenant thereunder;

(f) the obligation of the board to maintain the building or buildings in good condition and to operate and manage the same in an economical and efficient manner;

(g) the amount and kind of insurance to be carried by the board in connection with the building or buildings, the companies in which such insurance shall be carried, the term thereof, the application of the proceeds of any such insurance, and adjustments of losses under any such policy of insurance;

(h) limitations upon the amount of additional bonds, warrants and other obligations payable out of the revenues from the building or buildings which may be thereafter issued and the terms and conditions upon which such additional bonds, warrants or other obligations may be issued;

(i) limitations upon the creation of additional liens or encumbrances on the building or buildings or the personal property used in connection therewith;

(j) the terms and conditions upon which the building or buildings, or any part thereof, may be sold, mortgaged, leased or otherwise disposed of, and the use or other disposition of the proceeds of any such sale, mortgage or lease;

(k) the methods of operation, management and maintenance of the building or buildings;

(l) accounting and auditing and the keeping of records, reports and audits with respect to the building or buildings;

(m) the amendment or modification of any resolution authorizing the issuance of bonds pursuant to the provisions of RCW 28B.20.390, 28B.20.392, 28B.20.396 and 28B.20.398, including the terms and conditions upon which such amendment or modification may be effected and the number, amount or percentage of assenting bonds necessary to effectuate the same;

(n) limitations upon the use of space or facilities in the building or buildings without payment therefor; and

(o) such other matters as may be necessary or desirable to insure a successful and profitable operation of the building or buildings.

(3) The term "building or buildings" as used in subdivision (2) of this section means the building or buildings or improvements upon the university tract with respect to which the revenues are pledged, under the terms of the resolution, to secure the payment of bonds issued under such resolution.

(4) The provisions of RCW 28B.20.390, 28B.20.392, 28B.20.396 and 28B.20.398 and of any resolution adopted in conformity with the provisions of this section shall constitute a contract with the (~~holders~~) owners of warrants or bonds issued pursuant thereto, and the provisions thereof shall be enforceable in any court of competent jurisdiction by any owner (~~or holder~~) of such warrants or bonds by mandamus or any other appropriate suit, action or proceeding at law or in equity.

(5) Bonds issued pursuant to the provisions of RCW 28B.20.390, 28B.20.392, 28B.20.396 and 28B.20.398 may be redeemed, at the option of the board, at such time or times, upon such terms and conditions, and at such premiums as the board specifies in the resolution.

(6) If the board fails to pay the required amounts into the special fund, established in conformity with subdivision (2) of this section, the (~~holder~~) owner of any bond or bonds affected thereby may maintain an action against the board to compel compliance with the terms of the resolution in this respect.

(7) Pending the preparation and execution of any bonds the issuance of which is authorized under the provisions of subdivision (2), temporary bonds may be issued in such form as the board determines.

Sec. 35. Section 35.22.590, chapter 7, Laws of 1965 and RCW 35.22.590 are each amended to read as follows:

(1) Whenever the issuance or sale of bonds or other obligations of any city of the first class has been authorized by vote of the people, as provided by any existing charter or laws, for any special improvement or purpose, the proceeds of the sale of such bonds including premiums if any shall be carried in a special fund to be devoted to the purpose for which such bonds were authorized, and no portion of such bonds shall be transferred or diverted to any other fund or purpose: PROVIDED, That nothing herein shall be held to prevent the transfer to the interest and redemption fund of any balance remaining in the treasury after the completion of such improvement or purpose so authorized: PROVIDED FURTHER, That nothing herein shall prevent the city council from disposing of such bonds, or any portion thereof, in such amounts and at such times as it shall direct, but no such bonds shall be sold for less than par. Such bonds may be in any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 36. Section 35.37.090, chapter 7, Laws of 1965 and RCW 35.37-.090 are each amended to read as follows:

(1) All general indebtedness bonds and any coupons shall be printed, engraved, or lithographed on good bond paper, signed by the mayor and attested by the clerk under the seal of the city or town. Such bonds may be in any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 37. Section 35.37.100, chapter 7, Laws of 1965 and RCW 35.37-.100 are each amended to read as follows:

General indebtedness bonds shall be sold in the manner the city or town authorities deem for the best interest of the city or town. ~~((The city or town treasurer shall keep a register of all bonds showing the number, date, amount, interest, name of payee, and when and where payable of every bond executed, issued and sold under this chapter.))~~

Sec. 38. Section 35.37.120, chapter 7, Laws of 1965 and RCW 35.37-.120 are each amended to read as follows:

If the council of any city or town which has issued general indebtedness bonds fails to make any levy necessary to ~~((pay))~~ make principal or interest payments due on the bonds ((and interest coupons at maturity)), the owner of any bond or ~~((coupon))~~ interest payment which has been presented to the treasurer and payment thereof refused because of the failure to make a levy may file the bond together with ~~((and))~~ any unpaid coupons with the county auditor, taking his receipt therefor.

The county auditor shall register bonds so filed ~~((in like manner and form as they were originally registered by the city or town treasurer of the city or town which issued them))~~, and the county ~~((commissioners))~~ legislative authority at ((their)) its next session at which ~~((they levy))~~ it levies the annual county tax shall add to the city's or town's levy a sum sufficient to realize the amount of principal and interest past due and to become due prior to the next annual levy to be collected and held by the county treasurer and paid out only upon warrants drawn by the county auditor as the payments mature in favor of the owner of the bond as shown by the auditor's register. Similar levies shall be made in each succeeding year until the bonds and any coupons or interest payments are fully satisfied.

This remedy is alternative and in addition to any other remedy which the owner of such a bond or coupon may have.

Sec. 39. Section 35.41.030, chapter 7, Laws of 1965 as last amended by section 2, chapter 223, Laws of 1971 ex. sess. and RCW 35.41.030 are each amended to read as follows:

If the legislative body of a city or town deems it advisable to purchase, lease, condemn, or otherwise acquire, construct, develop, improve, extend, or operate any land, building, facility, or utility, and adopts an ordinance authorizing such purchase, lease, condemnation, acquisition, construction, development, improvement and to provide funds for defraying all or a portion of the cost thereof from the proceeds of the sale of revenue bonds, and such ordinance has been ratified by the voters of the city or town in those instances where the original acquisition, construction, or development of such facility or utility is required to be ratified by the voters under the provisions of RCW 35.67.030 and 35.92.070, such city or town may issue revenue bonds against the special fund or funds created solely from revenues. The revenue bonds so issued shall:

(1) Be registered bonds, as provided in section 3 of this 1983 act, or ((coupon)) bearer bonds;

(2) Be issued in such denominations as determined by the legislative body of the city or town;

(3) Be numbered from one upwards consecutively;

(4) Bear the date of their issue;

(5) Be serial or term bonds and the final maturity thereof shall not extend beyond the reasonable life expectancy of the facility or utility;

(6) Bear interest at such rate or rates as authorized by the legislative body of the city or town, with interest coupons attached unless such bonds are registered as to interest, in which no case no interest coupons need be attached;

(7) Be payable as to principal and interest at such place or time as may be designated therein;

(8) State upon their face that they are payable from a special fund, naming it, and the ordinance creating it, and that they do not constitute a general indebtedness of the city or town;

(9) Be signed by the mayor and bear the seal of the city or town and be attested by the clerk: PROVIDED, That the facsimile signatures of the mayor and clerk may be used when the ordinance authorizing the issuance of such bonds provides for the signatures thereof by an authenticating officer; and

(10) Be printed upon good bond paper: PROVIDED, That notwithstanding the provisions of this section, such revenue bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 40. Section 35.41.050, chapter 7, Laws of 1965 and RCW 35.41-.050 are each amended to read as follows:

(1) Revenue warrants may be issued and such warrants and interest thereon may be payable out of the special fund or refunded through the proceeds of the sale of revenue bonds. Every revenue warrant and the interest thereon issued against the special fund shall be a valid claim of the ~~((holder))~~ owner thereof only as against that fund and the amount of revenue pledged to the fund, and shall not constitute an indebtedness of the city or town. Every revenue warrant shall state on its face that it is payable from a special fund, naming it and the ordinance creating it. Such warrants may be in any form, including bearer warrants or registered warrants as provided in section 3 of this 1983 act.

(2) Notwithstanding subsection (1) of this section, such warrants may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 41. Section 35.45.030, chapter 7, Laws of 1965 as amended by section 1, chapter 44, Laws of 1967 ex. sess. and RCW 35.45.030 are each amended to read as follows:

(1) Local improvement bonds shall be in such denominations as may be provided in the ordinance authorizing their issue and shall be numbered from one upwards consecutively. Each bond shall ~~((+))~~ (a) be signed by the mayor and attested by the clerk, ~~((2))~~ (b) have the seal of the city or town affixed thereto, ~~((3))~~ (c) refer to the improvement to pay for which it is issued and the ordinance ordering it, ~~((4))~~ (d) provide that the principal sum therein named and the interest thereon shall be payable out of the local improvement fund created for the cost and expense of the improvement, or out of the local improvement guaranty fund, or, with respect to interest only, out of the general revenues of the city or town, and not otherwise, ~~((5))~~ (e) provide that the ~~((bondholders'))~~ bond owners' remedy in case of nonpayment shall be confined to the enforcement of the special assessments made for the improvement and to the guaranty fund, and ~~((6))~~ (f) be in any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act.

~~((The))~~ Any interest coupons may be signed by the mayor and attested by the clerk, or in lieu thereof, may have printed thereon a facsimile of their signatures.

(2) Notwithstanding subsection (1) of this section, but subject to RCW 35.45.010, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 42. Section 35.45.040, chapter 7, Laws of 1965 as amended by section 2, chapter 323, Laws of 1981 and RCW 35.45.040 are each amended to read as follows:

(1) Local improvement bonds may be issued to the contractor or sold by the officers authorized by the ordinance directing their issue to do so, in the

manner prescribed therein at the price established by the legislative authority of the city or town. Any portion of the bonds of any issue remaining unsold may be issued to the contractor constructing the improvement in payment thereof.

The proceeds of all sales of bonds shall be applied in payment of the cost and expense of the improvement.

(2) Notwithstanding subsection (1) of this section, such bonds may be sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 43. Section 35.45.050, chapter 7, Laws of 1965 as amended by section 11, chapter 116, Laws of 1971 ex. sess. and RCW 35.45.050 are each amended to read as follows:

Except when bonds have been issued with a fixed maturity schedule or with a fixed maximum annual retirement schedule as authorized in RCW 35.45.020, the city or town treasurer shall call in and pay the principal of one or more bonds of any issue in their numerical order whenever there is sufficient money in any local improvement fund, against which the bonds have been issued, over and above that which is sufficient for the payment of interest on all unpaid bonds of that issue. The call shall be made for publication in the city or town official newspaper in its first publication following the date of delinquency of any installment of the assessment or as soon thereafter as practicable. The call shall state that bonds No. (giving the serial number or numbers of the bonds called) will be paid on the day the next interest (~~((coupons on the bonds become))~~) payments are due and that interest on those bonds will cease upon that date.

Sec. 44. Section 2, chapter 93, Laws of 1970 ex. sess. as amended by section 2, chapter 156, Laws of 1981 and by section 4, chapter 323, Laws of 1981 and RCW 35.45.150 are each reenacted and amended to read as follows:

In addition to the issuance of bonds and warrants in payment of the cost and expense of any local improvement, any city or town may also issue and sell installment notes payable out of the local improvement district fund. Such installment notes may be issued any time after the thirty day period allowed by law for the payment of assessments of any district without penalty or interest, and may bear any denomination or denominations, the aggregate of which shall represent the balance of the cost and expense of the local improvement district which is to be borne by the property owners therein.

Application of local improvement district funds for the reduction of the principal and interest amounts due on any notes herein provided to finance said improvement shall be made not less than once each year beginning with the issue date thereof. Appropriate notification of such application of funds shall be made by the city or town treasurer to the registered payees of said notes, except those notes owned by funds of the issuing municipality. Such

notes may be registered as provided in section 3 of this 1983 act. If more than one local improvement installment note is issued for a single district, said notes shall be numbered consecutively. All notes issued shall bear on the face thereof: (1) The name of the payee; (2) the number of the local improvement district from whose funds the notes are payable; (3) the date of issue of each note; (4) the date on which the note, or the final installment thereon shall become due; (5) the rate or rates of interest, (~~not to exceed twelve percent~~) as provided by the city or town legislative authority, to be paid on the unpaid balance thereof, and; (6) such manual or facsimile signatures and attestations as are required by state statute or city charter to appear on the warrants of each issuing municipality.

The reverse side of each installment note issued pursuant to this section shall bear a tabular payment record which shall indicate at prescribed installment dates, the receipt of any local improvement district funds for the purpose of servicing the debt evidenced by said notes. Such receipts shall first be applied toward the interest due on the unpaid balance of the note, and any additional moneys shall thereafter apply as a reduction of the principal amount thereof. The tabular payment record shall, in addition to the above, show the unpaid principal balance due on each installment note, together with sufficient space opposite each transaction affecting said note for the manual signature of the city's or town's clerk, treasurer or other properly designated receiving officer of the municipality, or of any other registered payee presenting said note for such installment payments.

Whenever there are insufficient funds in a local improvement district to meet any payment of installment interest due on any note herein authorized, a noninterest-bearing defaulted installment interest certificate shall be issued by the city or town treasurer which shall consist of a written statement certifying the amount of such defaulted interest installment; the name of the payee of the note to whom the interest is due and the number of the local improvement district from whose funds the note and interest thereon is payable. Such certificates may be registered as provided in section 3 of this 1983 act. The certificate herein provided shall bear the manual signature of the city or town treasurer or his authorized agent. The defaulted installment interest certificate so issued shall be redeemed for the face amount thereof with any available funds in the local improvement guaranty fund.

Whenever at the date of maturity of any installment note issued pursuant to this section, there are insufficient funds in a local improvement district, due to delinquencies in the collection of assessments, to pay the final installment of the principal due thereon, the note shall be redeemed with any available funds in the local improvement guaranty fund for the amount of said final installment.

All certificates and notes issued pursuant to this section are to become subject to the same redemption privileges as apply to any local improvement

district bonds and warrants now accorded the protection of the local improvement guaranty fund as provided in chapter 35.54 RCW, and whenever the certificates or notes issued as herein provided are redeemed by said local improvement guaranty fund, they shall be held therein as investments thereof in the same manner as prescribed for other defaulted local improvement district obligations.

Notwithstanding any other statutory provisions, local improvement installment notes authorized by this section which are within the protection of the local improvement guaranty fund law shall be considered legal investments for any available surplus funds of the issuing municipality which now or hereafter may be authorized to be invested in the city's or town's local improvement districts' bonds or warrants and shall be considered legal investments for all national and state banks, savings and loan institutions, and any and all other commercial banking or financial institutions to the same extent that the local improvement district bonds and any coupons issued pursuant to the provisions of this chapter have been and are legal investments for such institutions. Any such local improvement installment notes may be transferred or sold by said city or town upon such terms or conditions and in such manner as the local governing body of said city or town may determine, or may be issued to another fund of the city or town: PROVIDED, HOWEVER, That the same shall not be sold at less than par plus accrued interest.

Notwithstanding the provisions of this section, such notes and certificates may be issued, and such notes may be sold, in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 45. Section 35.48.020, chapter 7, Laws of 1965 and RCW 35.48-.020 are each amended to read as follows:

Any moneys in such revolving fund may be used for the purchase of unpaid delinquent local improvement warrants, or bonds and interest payments, or bonds and interest coupons thereon, issued by the city or town, payable from a local improvement district fund or condemnation award fund, to which the local improvement guaranty fund law is not applicable, if the assessment, or last installment thereof, against which the bonds or warrants have been issued, has been delinquent not more than thirty-two years. The maximum purchase price to be paid for said bonds or warrants shall be fixed by the municipality, and may from time to time be changed but shall never exceed fifty percent of the face value of the bonds, interest payments, interest coupons, or warrants: PROVIDED, That no warrants shall be issued payable from the revolving fund unless there is sufficient cash in said fund available for payment of such warrants.

Sec. 46. Section 7, chapter 270, Laws of 1975 1st ex. sess. as amended by section 1, chapter 175, Laws of 1979 ex. sess. and RCW 35.58.2721 are each amended to read as follows:

(1) In addition to any other authority now provided by law, and subject only to constitutional limitations, the governing body of any municipality shall be authorized to acquire, construct, operate, and maintain a public transportation system and additions and betterments thereto, and to issue general obligation bonds for public mass transportation capital purposes including but not limited to replacement of equipment: PROVIDED, That the general indebtedness incurred under this section when considered together with all the other outstanding general indebtedness of the municipality shall not exceed the amounts of indebtedness authorized by chapter 39.36 RCW and chapter 35.58 RCW, as now or hereafter amended, to be incurred without and with the assent of the voters. Such bonds may be in any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act.

Upon July 1, 1975 any such municipality is authorized to pledge that the taxes authorized, levied and collected to pay or secure the payment of any bonds issued after July 1, 1975 for authorized public transportation purposes shall continue to be levied, collected and applied until such bonds shall have been paid or sufficient funds for such payment shall have been duly provided and irrevocably set aside by the issuer for such payment. If any of the revenue from any tax or surcharge authorized by this or any other chapter shall have been pledged to secure the payment of any bonds as herein authorized, then as long as that pledge shall be in effect the legislature shall not withdraw the authority to levy and collect the tax. Any municipality is authorized to pledge for the payment or security of the principal of and interest on any bonds issued for authorized public transportation purposes all or any portion of any taxes authorized to be levied by the issuer, including, but not limited to, the local sales and use tax authorized pursuant to RCW 82.14.045, as now or hereafter amended. The preceding sentence notwithstanding, not more than ten percent of the motor vehicle excise taxes levied and collected pursuant to RCW 35.58.273 may be pledged for the payment or security of the principal of and interest on any bonds issued for authorized public transportation purposes after July 1, 1975 but before May 14, 1979, and no motor vehicle excise taxes may be pledged for bonds issued on or after May 14, 1979.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 47. Section 1, chapter 11, Laws of 1970 ex. sess. as last amended by section 24, chapter 195, Laws of 1973 1st ex. sess. and RCW 35.58.450 are each amended to read as follows:

(1) Notwithstanding the limitations of chapter 39.36 RCW and any other statutory limitations otherwise applicable and limiting municipal debt, a metropolitan municipal corporation shall have the power to authorize and to issue general obligation bonds and to pledge the full faith and credit of

the corporation to the payment thereof, for any authorized capital purpose of the metropolitan municipal corporation: PROVIDED, That a proposition authorizing the issuance of any such bonds to be issued in excess of three-fourths of one percent of the value of the taxable property therein, as the term "value of the taxable property" is defined in RCW 39.36.015, shall have been submitted to the electors of the metropolitan municipal corporation at a special election and assented to by three-fifths of the persons voting on said proposition at said election at which such election the total number of persons voting on such bond proposition shall constitute not less than forty percent of the total number of votes cast within the area of said metropolitan municipal corporation at the last preceding state general election. Such general obligation bonds may be authorized in any total amount in one or more propositions and the amount of such authorization may exceed the amount of bonds which could then lawfully be issued. Such bonds may be issued in one or more series from time to time out of such authorization but at no time shall the total general indebtedness of the metropolitan municipal corporation exceed five percent of the value of the taxable property therein, as the term "value of the taxable property" is defined in RCW 39.36.015. Both principal of and interest on such general obligation bonds may be made payable from annual tax levies to be made upon all the taxable property within the metropolitan municipal corporation in excess of the constitutional and/or statutory tax limit or may be made payable from any other taxes or any special assessments which the metropolitan municipal corporation may be authorized to levy or from any otherwise unpledged revenue which may be derived from the ownership or operation of properties or facilities incident to the performance of the authorized function for which such bonds are issued or may be made payable from any combination of the foregoing sources. The metropolitan council may include in the principal amount of such bond issue an amount for engineering, architectural, planning, financial, legal, urban design and other services incident to acquisition or construction solely for authorized capital purposes and may include an amount to establish a guaranty fund for revenue bonds issued solely for capital purposes.

General obligation bonds shall be sold as provided in RCW 39.44.030 and shall mature in not to exceed forty years from the date of issue. The various annual maturities shall commence not more than five years from the date of issue of the bonds and shall as nearly as practicable be in such amounts as will, together with the interest on all outstanding bonds of such issue, be met by equal annual tax levies. Such bonds may be in any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act.

Such bonds shall be signed by the chairman and attested by the secretary of the metropolitan council, one of which signatures may be a facsimile signature and the seal of the metropolitan corporation shall be impressed or

imprinted thereon. (~~Each of the~~) Any interest coupons which may be attached shall be signed by the facsimile signatures of said officials. General obligation bonds shall be sold at public sale as provided by law for sale of general obligation bonds of cities (~~of the first class~~) and towns at a price not less than par and accrued interest.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 48. Section 35.58.460, chapter 7, Laws of 1965 as last amended by section 8, chapter 70, Laws of 1974 ex. sess. and RCW 35.58.460 are each amended to read as follows:

(1) A metropolitan municipal corporation may issue revenue bonds to provide funds to carry out its authorized metropolitan water pollution abatement, water supply, garbage disposal or transportation purposes, without submitting the matter to the voters of the metropolitan municipal corporation. The metropolitan council shall create a special fund or funds for the sole purpose of paying the principal of and interest on the bonds of each such issue, into which fund or funds the metropolitan council may obligate the metropolitan municipal corporation to pay such amounts of the gross revenue of the particular utility constructed, acquired, improved, added to, or repaired out of the proceeds of sale of such bonds, as the metropolitan council shall determine and may obligate the metropolitan municipal corporation to pay such amounts out of otherwise unpledged revenue which may be derived from the ownership, use or operation of properties or facilities owned, used or operated incident to the performance of the authorized function for which such bonds are issued or out of otherwise unpledged fees, tolls, charges, tariffs, fares, rentals, special taxes or other sources of payment lawfully authorized for such purpose, as the metropolitan council shall determine. The principal of, and interest on, such bonds shall be payable only out of such special fund or funds, and the owners (~~and holders~~) of such bonds shall have a lien and charge against the gross revenue of such utility or any other revenue, fees, tolls, charges, tariffs, fares, special taxes or other authorized sources pledged to the payment of such bonds.

Such revenue bonds and the interest thereon issued against such fund or funds shall be a valid claim of the (~~holders~~) owners thereof only as against such fund or funds and the revenue pledged therefor, and shall not constitute a general indebtedness of the metropolitan municipal corporation.

Each such revenue bond shall state upon its face that it is payable from such special fund or funds, and all revenue bonds issued under this chapter shall be negotiable securities within the provisions of the law of this state. Such revenue bonds may be registered either as to principal only or as to principal and interest as provided in section 3 of this 1983 act, or may be bearer bonds; shall be in such denominations as the metropolitan council shall deem proper; shall be payable at such time or times and at such places

as shall be determined by the metropolitan council; shall bear interest at such rate or rates as shall be determined by the metropolitan council; shall be signed by the chairman and attested by the secretary of the metropolitan council, one of which signatures may be a facsimile signature, and the seal of the metropolitan municipal corporation shall be impressed or imprinted thereon; ~~((each of the))~~ any attached interest coupons shall be signed by the facsimile signatures of said officials.

Such revenue bonds shall be sold in such manner, at such price and at such rate or rates of interest as the metropolitan council shall deem to be for the best interests of the metropolitan municipal corporation, either at public or private sale.

The metropolitan council may at the time of the issuance of such revenue bonds make such covenants with the ~~((purchasers and holders))~~ owners of said bonds as it may deem necessary to secure and guarantee the payment of the principal thereof and the interest thereon, including but not being limited to covenants to set aside adequate reserves to secure or guarantee the payment of such principal and interest, to maintain rates sufficient to pay such principal and interest and to maintain adequate coverage over debt service, to appoint a trustee or trustees for the ~~((bondholders))~~ bond owners to safeguard the expenditure of the proceeds of sale of such bonds and to fix the powers and duties of such trustee or trustees and to make such other covenants as the metropolitan council may deem necessary to accomplish the most advantageous sale of such bonds. The metropolitan council may also provide that revenue bonds payable out of the same source may later be issued on a parity with revenue bonds being issued and sold.

The metropolitan council may include in the principal amount of any such revenue bond issue an amount to establish necessary reserves, an amount for working capital and an amount necessary for interest during the period of construction of any such metropolitan facilities plus six months. The metropolitan council may, if it deems it to be the best interest of the metropolitan municipal corporation, provide in any contract for the construction or acquisition of any metropolitan facilities or additions or improvements thereto or replacements or extensions thereof that payment therefor shall be made only in such revenue bonds at the par value thereof.

If the metropolitan municipal corporation shall fail to carry out or perform any of its obligations or covenants made in the authorization, issuance and sale of such bonds, the ~~((holder))~~ owner of any such bond may bring action against the metropolitan municipal corporation and compel the performance of any or all of such covenants.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 49. Section 6, chapter 110, Laws of 1967 and RCW 35.59.060 are each amended to read as follows:

(1) To carry out the purposes of this chapter any municipality shall have the power to appropriate and/or expend any public moneys available therefor and to issue general obligation bonds within the limitations now or hereafter prescribed by the Constitution and laws of this state. Such general obligation bonds shall be authorized, executed, issued and made payable as provided in Title 39 RCW. Such bonds may be in any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act. If the governing body of any municipality shall submit a proposition for the approval of general obligation bonds at any general or special election and shall declare in the ordinance or resolution setting forth such proposition that its purpose is the creation of a single integrated multi-purpose community center or a city-wide or county-wide system of such centers, all pursuant to this chapter, and that the creation of such center or system of centers constitutes a single purpose, such declaration shall be presumed to be correct and, upon the issuance of the bonds, such presumption shall become conclusive. The governing body of the issuing municipality may include in the principal amount of such bond issue an amount for engineering, architectural, planning, financial, legal, and other services incident to the acquisition or construction of multi-purpose community centers.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 50. Section 7, chapter 110, Laws of 1967 and RCW 35.59.070 are each amended to read as follows:

(1) To carry out the purposes authorized by this chapter the legislative body of any municipality shall have the power to issue revenue bonds, and to create a special fund or funds for the sole purpose of paying the principal of and interest on such bonds into which fund or funds the legislative body may obligate the municipality to pay all or part of the revenues derived from any one or more facilities or properties which will form part of the multi-purpose community center. The provisions of chapter 35.41 RCW not inconsistent with this chapter shall apply to the issuance and retirement of any revenue bonds issued for the purposes authorized in this chapter and for such purposes any municipality shall have and may exercise the powers, duties, and functions incident thereto held by cities and towns under such chapter 35.41 RCW. Such bonds may be in any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act. The legislative body of any municipality may fix the denominations of such bonds in any amount and the manner of executing such bonds, and may take such action as may be necessary and incidental to the issuance of such bonds and the retirement thereof.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 51. Section 35.60.040, chapter 7, Laws of 1965 and RCW 35.60-.040 are each amended to read as follows:

(1) Any bonds to be issued by any municipality pursuant to the provisions of RCW 35.60.030, shall be authorized and issued in the manner and within the limitations prescribed by the Constitution and laws of this state or charter of the municipality for the issuance and authorization of bonds thereof for public purposes generally and secured by a general tax levy as provided by law: PROVIDED, That the provisions of RCW 39.44.070 and 36.67.040 shall not apply to such bond issues. Such bonds may be in any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

**Sec. 52. Section 35.61.100, chapter 7, Laws of 1965 as amended by section 14, chapter 42, Laws of 1970 ex. sess. and RCW 35.61.100 are each amended to read as follows:*

Every metropolitan park district through its board of commissioners may contract indebtedness, and evidence this indebtedness by issuing warrants, short-term obligations as provided in chapter 39.50 RCW, or general obligation bonds, for park, boulevard, aviation landings, playgrounds and parkway purposes, and the extension and maintenance thereof, not exceeding three-fortieths of one percent of the value of the taxable property in such metropolitan park district, as the term "value of the taxable property" is defined in RCW 39.36.015.

**Sec. 52 was vetoed, see message at end of chapter.*

Sec. 53. Section 35.61.160, chapter 7, Laws of 1965 and RCW 35.61-.160 are each amended to read as follows:

(1) If incurring the indebtedness and issuing bonds therefor has been approved by the people, the commissioners of such metropolitan park district may issue the negotiable bonds of such district for the amount of such indebtedness and may dispose of said bonds either in payment of such indebtedness, or may advertise and sell said bonds in the open market for cash, but in no event shall said bonds be disposed of or negotiated at less than par. Such bonds may be in any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 54. Section 35.61.170, chapter 7, Laws of 1965 as last amended by section 41, chapter 56, Laws of 1970 ex. sess. and RCW 35.61.170 are each amended to read as follows:

(1) Metropolitan park district bonds shall be in denominations of not less than one hundred dollars nor more than one thousand dollars. They shall bear the date of issue, shall be made payable ~~((to the bearer;))~~ in not more than twenty years from date of issue, and bear interest at a rate or rates as authorized by the metropolitan park district, payable annually ~~(; with coupons attached, for each interest payment))~~. Such bonds may be in any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act. They shall be numbered from one consecutively and shall be payable in the order of their number beginning with bond numbered one. The bonds shall be payable as therein designated in any city of the United States having a national bank.

The bonds and ~~((each))~~ any coupon shall be signed by the president of the board of park commissioners and shall be attested by the clerk of the board. The bonds shall be printed, engraved, or lithographed on good bond paper, and the bond shall state on its face that it is issued in accordance, and in strict compliance, with an act of the legislature of the state of Washington, entitled: "An act authorizing the formation of metropolitan park districts, providing for park officials, fixing their powers and duties, and declaring an emergency," approved March 11, 1907, and reenacted on March 22, 1943.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 55. Section 35.61.180, chapter 7, Laws of 1965 and RCW 35.61-.180 are each amended to read as follows:

~~((Before the bonds are delivered to the purchaser, they shall be presented to the county treasurer who shall register them in a book kept for that purpose and known as the "metropolitan park bond register," in which register shall be entered the number of each bond, date of issue and maturity, amount, rate of interest, to whom and when payable.))~~ The county treasurer shall receive no compensation other than his regular salary for receiving and disbursing the funds of a metropolitan park district. ~~((The board of park commissioners shall keep a register of such bonds similar to that provided for the county treasurer.))~~

Sec. 56. Section 35.61.200, chapter 7, Laws of 1965 and RCW 35.61-.200 are each amended to read as follows:

~~((The))~~ Any coupons for the payment of interest on metropolitan park district bonds shall be considered for all purposes as warrants drawn upon the metropolitan park district fund against which the bonds were issued, and when presented after maturity to the treasurer of the county having custody of the fund. If there are no funds in the treasury to pay the coupons, the county treasurer shall endorse said coupons as presented for payment, in the same manner as county warrants are endorsed, and thereafter the coupon shall bear interest at the same rate as the bond to which it was

attached. If there are no funds in the treasury to make payment on a bond not having coupons, the interest payment shall continue bearing interest at the bond rate until it is paid, unless otherwise provided in the proceedings authorizing the sale of the bonds.

Sec. 57. Section 35.67.080, chapter 7, Laws of 1965 as last amended by section 42, chapter 56, Laws of 1970 ex. sess. and RCW 35.67.080 are each amended to read as follows:

The bonds shall: (1) Be registered bonds as provided in section 3 of this 1983 act or coupon bonds, (2) be issued in denominations of not less than one hundred dollars nor more than one thousand dollars, (3) be numbered from one upwards consecutively, (4) bear the date of their issue, (5) be serial in form finally maturing not more than thirty years from date, (6) bear interest at the rate or rates as authorized by the legislative body of the city or town, payable annually or semiannually, (~~with interest coupons attached;~~) and the principal and interest shall be made payable at such place as may be designated: PROVIDED, That such bonds may also be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 58. Section 35.67.090, chapter 7, Laws of 1965 and RCW 35.67-.090 are each amended to read as follows:

The bonds and (~~each~~) any coupon shall be signed by the mayor and attested by the clerk, and the seal of such city or town shall be affixed to each bond, but not (~~the~~) any coupons. Signatures on (~~the~~) any coupons may be printed or lithographic facsimile of the signatures of said officials. Said bonds shall be printed, engraved or lithographed, on good bond paper.

Sec. 59. Section 35.67.140, chapter 7, Laws of 1965 as last amended by section 43, chapter 56, Laws of 1970 ex. sess. and RCW 35.67.140 are each amended to read as follows:

A city or town may issue revenue bonds against the special fund or funds created solely from revenues. The revenue bonds so issued shall: (1) Be registered bonds as provided in section 3 of this 1983 act or coupon bonds, (2) be issued in denominations of not less than one hundred dollars nor more than one thousand dollars, (3) be numbered from one upwards consecutively, (4) bear the date of their issue, (5) be serial in form finally maturing not more than thirty years from their date, (6) bear interest at the rate or rates as authorized by the legislative body of the city or town, payable annually or semiannually, (~~with interest coupons attached;~~) (7) be payable as to principal and interest at such place as may be designated therein, and (8) shall state upon their face that they are payable from a special fund, naming it and the ordinance creating it: PROVIDED, That such bonds may also be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 60. Section 35.67.150, chapter 7, Laws of 1965 and RCW 35.67-.150 are each amended to read as follows:

Every revenue bond and any coupon shall be signed by the mayor and attested by the clerk. The seal of the city or town shall be attached to all bonds but not to ~~((the))~~ any coupons. Signatures on ~~((the))~~ any coupons may be printed or may be the lithographic facsimile of the signatures. The bonds shall be printed, engraved or lithographed upon good bond paper.

Sec. 61. Section 35.67.180, chapter 7, Laws of 1965 and RCW 35.67-.180 are each amended to read as follows:

If a city or town fails to set aside and pay into the special fund created for the payment of revenue bonds and warrants the amount which it has obligated itself in the ordinance creating the fund to set aside and pay therein, the ~~((holder))~~ owner of any bond or warrant issued against the fund may bring suit against the city or town to compel it to do so.

Sec. 62. Section 35.73.060, chapter 7, Laws of 1965 as last amended by section 9, chapter 156, Laws of 1981 and RCW 35.73.060 are each amended to read as follows:

(1) The city may, in its discretion, by general or special ordinance, or both, instead of requiring immediate payment for the said work to be made by the owners of property included in the assessment roll, authorize the issuance of interest bearing bonds or warrants of the local improvement district, payable on or before a date not to exceed twelve years from and after their date. The bonds may be issued subject to call, the amount of the said assessment to be payable in installments or otherwise, and the bonds to be of such terms as may be provided in the ordinances and to bear interest at such rate or rates as may be prescribed in the ordinances. Such bonds or warrants may be of any form, including bearer bonds or bearer warrants, or registered bonds or registered warrants as provided in section 3 of this 1983 act.

(2) Notwithstanding subsection (1) of this section, such bonds or warrants may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 63. Section 35.73.070, chapter 7, Laws of 1965 and RCW 35.73-.070 are each amended to read as follows:

The bonds or warrants shall be payable only from the fund created by the special assessments upon the property in the local improvement district, and the ~~((holder))~~ owner of any bond or warrant shall look only to ~~((that))~~ this fund for the payment of the principal and interest thereof and shall have no claim or lien therefor against the city by which the same was issued except from that fund.

Sec. 64. Section 35.81.100, chapter 7, Laws of 1965 as last amended by section 44, chapter 56, Laws of 1970 ex. sess. and RCW 35.81.100 are each amended to read as follows:

(1) A municipality shall have the power to issue bonds from time to time in its discretion to finance the undertaking of any urban renewal project under this chapter, including, without limiting the generality thereof, the payment of principal and interest upon any advances for surveys and plans for urban renewal projects, and shall also have power to issue refunding bonds for the payment or retirement of such bonds previously issued by it. Such bonds shall not pledge the general credit of the municipality and shall be made payable, as to both principal and interest, solely from the income, proceeds, revenues, and funds of the municipality derived from, or held in connection with, its undertaking and carrying out of urban renewal projects under this chapter: PROVIDED, That payment of such bonds, both as to principal and interest, may be further secured by a pledge of any loan, grant, or contribution from the federal government or other source, in aid of any urban renewal projects of the municipality under this chapter.

(2) Bonds issued under this section shall not constitute an indebtedness within the meaning of any constitutional or statutory debt limitation or restriction, and shall not be subject to the provisions of any other law or charter relating to the authorization, issuance, or sale of bonds. Bonds issued under the provisions of this chapter are declared to be issued for an essential public and governmental purpose, and together with interest thereon and income therefrom, shall be exempted from all taxes.

(3) Bonds issued under this section shall be authorized by resolution or ordinance of the local governing body and may be issued in one or more series and shall bear such date or dates, be payable upon demand or mature at such time or times, bear interest at such rate or rates, be in such denomination or denominations, be in such form either coupon or registered as provided in section 3 of this 1983 act, carry such conversion or registration privileges, have such rank or priority, be executed in such manner, be payable in such medium of payment, at such place or places, and be subject to such terms of redemption (with or without premium), be secured in such manner, and have such other characteristics, as may be provided by such resolution or trust indenture or mortgage issued pursuant thereto.

(4) Such bonds may be sold at not less than ninety-eight percent of par at public or private sale, or may be exchanged for other bonds on the basis of par: PROVIDED, That such bonds may be sold to the federal government at private sale at not less than par and, in the event less than all of the authorized principal amount of such bonds is sold to the federal government, the balance may be sold at public or private sale at not less than ninety-eight percent of par at an interest cost to the municipality of not to exceed the interest cost to the municipality of the portion of the bonds sold to the federal government.

(5) The municipality may annually pay into a fund to be established for the benefit of such bonds any and all excess of the taxes received by it from

the same property over and above the average of the annual taxes authorized without vote for a five-year period immediately preceding the acquisition of the property by the municipality for renewal purposes, such payment to continue until such time as all bonds payable from the fund are paid in full. Any other taxing unit in a municipality is authorized to allocate a like amount of such excess taxes to the municipality or municipalities in which it is situated.

(6) In case any of the public officials of the municipality whose signatures appear on any bonds or any coupons issued under this chapter shall cease to be such officials before the delivery of such bonds, such signatures shall, nevertheless, be valid and sufficient for all purposes, the same as if such officials had remained in office until such delivery. Any provision of any law to the contrary notwithstanding, any bonds, issued pursuant to this chapter shall be fully negotiable.

(7) In any suit, action, or proceeding involving the validity or enforceability of any bond issued under this chapter or the security therefor, any such bond reciting in substance that it has been issued by the municipality in connection with an urban renewal project, as herein defined, shall be conclusively deemed to have been issued for such purpose and such project shall be conclusively deemed to have been planned, located, and carried out in accordance with the provisions of this chapter.

(8) Notwithstanding subsections (1) through (7) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 65. Section 35.82.140, chapter 7, Laws of 1965 as last amended by section 6, chapter 274, Laws of 1977 ex. sess. and RCW 35.82.140 are each amended to read as follows:

(1) Bonds of an authority shall be authorized by its resolution and may be issued in one or more series and shall bear such date or dates, mature at such time or times, bear interest at such rate or rates, be in such denomination or denominations, be in such form, either coupon or registered as provided in section 3 of this 1983 act, carry such conversion or registration privileges, have such rank or priority, be executed in such manner, be payable in such medium of payment, at such place or places, and be subject to such terms of redemption (with or without premium) as such resolution, its trust indenture or mortgage may provide.

The bonds may be sold at public or private sale.

In case any of the commissioners or officers of the authority whose signatures appear on any bond or any coupons shall cease to be such commissioners or officers before the delivery of such bonds, such signatures shall, nevertheless, be valid and sufficient for all purposes, the same as if they had remained in office until such delivery. Any provision of any law to the contrary notwithstanding, any bonds issued pursuant to this chapter shall be fully negotiable.

In any suit, action or proceedings involving the validity or enforceability of any bond of an authority or the security therefor, any such bond reciting in substance that it has been issued by the authority to aid in financing a housing project to provide dwelling accommodations for persons of low income shall be conclusively deemed to have been issued for a housing project of such character and said project shall be conclusively deemed to have been planned, located and constructed in accordance with the purposes and provisions of this chapter.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 66. Section 35.89.020, chapter 7, Laws of 1965 as last amended by section 46, chapter 56, Laws of 1970 ex. sess. and RCW 35.89.020 are each amended to read as follows:

(1) Water redemption bonds shall be in denominations of not more than one thousand nor less than one hundred dollars each, and shall bear interest at a rate or rates as authorized by the city or town council, payable semi-annually, and shall bear a serial number and shall be signed by the mayor of the city or town and shall be otherwise executed in such manner and payable at such time and place not exceeding twenty years after the date of issue as the city or town council shall determine and such bonds shall be payable only out of the special fund created by authority of this chapter and shall be a valid claim of the ((holder)) owner thereof only against that fund and the fixed portion or amount of the revenues of the water system pledged to the fund, and shall not constitute an indebtedness of the city or town. Such bonds may be in any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 67. Section 35.92.080, chapter 7, Laws of 1965 as last amended by section 47, chapter 56, Laws of 1970 ex. sess. and RCW 35.92.080 are each amended to read as follows:

(1) When the voters have adopted a proposition for any public utility and have authorized a general indebtedness, general city or town bonds may be issued. The bonds shall be registered bonds as provided in section 3 of this 1983 act or ((coupon)) bearer bonds; numbered from one up consecutively; bear the date of their issue; and bear interest at a rate or rates as authorized by the city or town council, payable semiannually, ((with interest coupons attached;)) and the principal and interest shall be made payable at such place as may be designated. Except as otherwise provided in RCW 39.44.100, the bonds and ((each)) any coupon shall be signed by the mayor and attested by the clerk under the seal of the city or town.

There shall be levied each year a tax upon the taxable property of the city or town sufficient to pay the interest and principal of the bonds then due, which taxes shall become due and collectible as other taxes: PROVIDED, That it may pledge to the payment of such principal and interest the revenue of the public utility being acquired, constructed, or improved out of the proceeds of sale of such bonds. Such pledge of revenue shall constitute a binding obligation, according to its terms, to continue the collection of such revenue so long as such bonds or any of them are outstanding, and to the extent that revenues are insufficient to meet the debt service requirements on such bonds, the governing body of the municipality shall provide for the levy of taxes sufficient to meet such deficiency.

The bonds shall be printed and engraved, or lithographed, on good bond paper. The bonds shall be sold in such manner as the corporate authorities shall deem for the best interest of the city or town. (~~A register shall be kept of all the bonds, which shall show the number, date, amount, interest, to whom delivered if coupon bonds and the name of the payee if registered bonds, and when and where payable, and each bond issued or sold.~~)

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 68. Section 35.92.100, chapter 7, Laws of 1965 as last amended by section 57, chapter 3, Laws of 1983 and RCW 35.92.100 are each amended to read as follows:

(1) When the voters of a city or town, or the corporate authorities thereof, have adopted a proposition for any public utility and either no general indebtedness has been authorized or the corporate authorities do not desire to incur a general indebtedness, and when the corporate authorities are authorized to exercise any of the powers conferred by this chapter without submitting the proposition to a vote, the corporate authorities may create a special fund for the sole purpose of defraying the cost of the public utility or addition, betterment, or extension thereto, into which special fund they may obligate and bind the city or town to set aside and pay a fixed proportion of the gross revenues of the utility, or any fixed amount out of and not exceeding a fixed proportion of such revenues, or a fixed amount without regard to any fixed proportion, and issue and sell bonds or warrants bearing interest at a rate or rates as authorized by the corporate authorities; payable semiannually, executed in such manner and payable at such times and places as the corporate authorities shall determine, but the bonds or warrants and the interest thereon shall be payable only out of the special fund and shall be a lien and charge against payments received from any utility local improvement district assessments pledged to secure such bonds. Such bonds shall be negotiable instruments within the meaning of the negotiable instruments law, Title 62A RCW, notwithstanding same are made

payable out of a particular fund contrary to the provisions of RCW 62A.3-105. Such bonds and warrants may be of any form, including bearer bonds or bearer warrants, or registered bonds or registered warrants as provided in section 3 of this 1983 act.

When corporate authorities deem it necessary to construct any sewage disposal plant, it may be considered as a part of the waterworks department of the city or town and the cost of construction and maintenance thereof may be chargeable to the water fund of the municipality, or to any other special fund which the corporate authorities may by ordinance designate.

In creating a special fund, the corporate authorities shall have due regard to the cost of operation and maintenance of the plant or system as constructed or added to, and to any proportion or part of the revenue previously pledged as a fund for the payment of bonds, warrants, or other indebtedness, and shall not set aside into such special fund a greater amount or proportion of the revenue and proceeds than in their judgment will be available above such cost of maintenance and operation and the amount or proportion, if any, of the revenue so previously pledged. Rates shall be maintained adequate to service such bonds and to maintain the utility in sound financial condition.

The bonds or warrants and interest thereon issued against any such fund shall be a valid claim of the ((holder)) owner thereof only as against the special fund and its fixed proportion or amount of the revenue pledged thereto, and shall not constitute an indebtedness of the city or town within the meaning of constitutional provisions and limitations. Each bond or warrant shall state upon its face that it is payable from a special fund, naming it and the ordinance creating it. The bonds and warrants shall be sold in such manner as the corporate authorities shall deem for the best interest of the city or town, and they may provide in any contract for the construction and acquirement of the proposed improvement that payment therefor shall be made only in such bonds and warrants at par value thereof.

When a special fund is created and any such obligation is issued against it, a fixed proportion, or a fixed amount out of and not exceeding such fixed proportion, or a fixed amount without regard to any fixed proportion, of revenue shall be set aside and paid into such fund as provided in the ordinance creating it, and in case the city or town fails to thus set aside and pay such fixed proportion or amount, the ((holder)) owner of any bond or warrant against the fund may bring action against the city or town and compel such setting aside and payment: PROVIDED, That whenever the corporate authorities of any city or town shall so provide by ordinance then all such bonds thereafter issued shall be on a parity, without regard to date of issuance or authorization and without preference or priority of right or lien with respect to participation of special funds in amounts from gross revenues for payment thereof.

(2) Notwithstanding subsection (1) of this section, such bonds and warrants may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 69. Section 35.92.150, chapter 7, Laws of 1965 and RCW 35.92-.150 are each amended to read as follows:

(1) Such funding or refunding bonds, together with the interest thereon, issued against the special fund shall be a valid claim of the ((holder)) owner thereof only as against such fund, and the amount of the revenue of the utility pledged thereto, and shall not constitute an indebtedness of the city or town within the meaning of constitutional or statutory provisions and limitations. They shall be sold in such manner as the corporate authorities shall deem for the best interest of the municipality. The effective rate of interest on the bonds shall not exceed the effective rate of interest on warrants or bonds to be funded or refunded thereby. Interest on the bonds shall be paid semiannually. The bonds shall be executed in such manner and payable at such time and place as the legislative authority shall by ordinance determine. Nothing in this chapter shall prevent a city or town from funding or refunding any of its indebtedness in any other manner provided by law. Such bonds may be of any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 70. Section 35.92.160, chapter 7, Laws of 1965 and RCW 35.92-.160 are each amended to read as follows:

When such funding or refunding bonds have been issued and the city or town fails to set aside and pay into the special fund from which they are payable, the amount without regard to any fixed proportion out of the gross revenue of the public utility which the city or town has, by ordinance, bound and obligated itself to set aside and pay into the special fund, the ((holder)) owner of any funding or refunding bond may bring action against the city or town and compel such setting aside and payment.

Sec. 71. Section 6, chapter 175, Laws of 1982 and RCW 36.58.150 are each amended to read as follows:

(1) A solid waste disposal district shall not have the power to levy an annual levy without voter approval, but it shall have the power to levy a tax, in excess of the one percent limitation, upon the property within the district for a one year period to be used for operating or capital purposes whenever authorized by the electors of the district pursuant to RCW 84.52.052 and Article VII, section 2(a) of the state Constitution.

A solid waste disposal district may issue general obligation bonds for capital purposes only, not to exceed an amount, together with any outstanding general obligated indebtedness of the district, equal to three-

eighths of one percent of the value of the taxable property within the district, and may provide for the retirement of the bonds by voter-approved bond retirement tax levies pursuant to Article VII, section 2(b) of the state Constitution and RCW 84.52.056. Such general obligation bonds may be in any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act.

A solid waste disposal district may issue revenue bonds to fund its activities. Such revenue bonds may be in any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act.

(2) Notwithstanding subsection (1) of this section, such general obligation bonds or revenue bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 72. Section 36.62.070, chapter 4, Laws of 1963 as last amended by section 49, chapter 56, Laws of 1970 ex. sess. and RCW 36.62.070 are each amended to read as follows:

(1) Should a majority of all the votes cast upon the proposition be in favor of establishing the hospital, the ((board of)) county ((commissioners)) legislative authority shall proceed to issue bonds of the county not to exceed the amount specified in the proposition, in denominations of not less than one hundred dollars nor more than one thousand dollars, bearing interest at a rate or rates as authorized by the ((board of)) county ((commissioners)) legislative authority, and payable annually or semiannually. The bonds shall be serial bonds ((finally maturing in)) with maturities not in excess of twenty years ((from date of issuance)). Such bonds may be in any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 73. Section 36.62.080, chapter 4, Laws of 1963 and RCW 36.62-.080 are each amended to read as follows:

The county treasurer shall dispose of the bonds in the same manner as other county bonds, and they shall not be sold for less than par with accrued interest: PROVIDED, That such bonds may also be sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 74. Section 36.67.030, chapter 4, Laws of 1963 as amended by section 79, chapter 3, Laws of 1983 and RCW 36.67.030 are each amended to read as follows:

Whenever any debt is incurred under the provisions of RCW 36.67.010, the ((board of commissioners)) legislative authority of the county may issue its negotiable bonds in the name of the county for the purposes designated in resolution or notice of election. Such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 75. Section 36.67.040, chapter 4, Laws of 1963 as last amended by section 10, chapter 156, Laws of 1981 and RCW 36.67.040 are each amended to read as follows:

(1) The bonds shall bear the date of issue(;) and shall ~~((be made payable to the bearer and))~~ bear interest at a rate or rates determined by the county legislative authority, payable semiannually~~((; with coupons attached for each interest payment))~~. Such bonds may be in any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act. Except as otherwise provided in RCW 39.44.100, the bonds and ~~((each))~~ any coupon shall be signed by the chairman of the county legislative authority, or in counties having an elected executive, the elected executive officer, and shall be attested by the clerk of the county legislative authority, and the seal of the county legislative authority shall be affixed to each bond, but not to ~~((the))~~ any coupon. Each bond shall be printed, engraved, or lithographed on good bond paper.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 76. Section 36.67.050, chapter 4, Laws of 1963 and RCW 36.67-.050 are each amended to read as follows:

The bonds may be exchanged at not less than their par value and accrued interest for an equal amount of warrants of the county issuing them or they may be sold by the county ~~((commissioners))~~ legislative authority at not less than their par value and accrued interest, in which event the proceeds shall be applied only for the purpose for which the bonds were issued; PROVIDED, That such bonds may also be sold in accordance with section 3 of this 1983 act.

Sec. 77. Section 36.67.060, chapter 4, Laws of 1963 as amended by section 1, chapter 188, Laws of 1975 1st ex. sess. and RCW 36.67.060 are each amended to read as follows:

Bonds issued under this chapter shall be serial in form and maturity and interest shall be paid and the principal of the bonds retired by an annual tax levy in accordance with the provisions of chapter 39.44 RCW and by any other moneys lawfully available and pledged therefor: PROVIDED, That such bonds may also be issued in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 78. Section 36.67.070, chapter 4, Laws of 1963 and RCW 36.67-.070 are each amended to read as follows:

~~((The))~~ Any coupons for the payment of interest on the bonds shall be considered for all purposes as warrants drawn upon the current expense fund of the county issuing bonds, and if when presented to the treasurer of the county no funds are in the treasury to pay them, the treasurer shall indorse the coupons as presented for payment, in the same manner as county

warrants are indorsed, and thereafter they shall bear interest at the same rate as county warrants presented and unpaid. If there are no funds in the treasury to make payment on a bond not having coupons, the interest payment shall continue bearing interest at the bond rate until it is paid, unless otherwise provided in the proceedings authorizing the sale of the bonds.

Sec. 79. Section 1, chapter 142, Laws of 1965 and RCW 36.67.510 are each amended to read as follows:

The ~~((board of))~~ county ~~((commissioners))~~ legislative authority of any county is hereby authorized for the purpose of carrying out the lawful powers granted to the counties by the laws of the state to contract indebtedness and to issue revenue bonds evidencing such indebtedness in conformity with this chapter. Such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 80. Section 3, chapter 142, Laws of 1965 as last amended by section 13, chapter 313, Laws of 1981 and RCW 36.67.530 are each amended to read as follows:

(1) When revenue bonds are issued for authorized purposes, said bonds shall be either registered as to principal only or as to principal and interest as provided in section 3 of this 1983 act, or shall be bearer bonds; shall be in such denominations, shall be numbered, shall bear such date, shall be payable at such time or times up to a maximum period of not to exceed thirty years and payable at the office of the county treasurer, and such other places as determined by the county ~~((commissioners))~~ legislative authority of the county; shall bear interest payable and evidenced to maturity on bonds not registered as to interest by coupons attached to said bonds bearing a coupon interest rate or rates as authorized by the ~~((board of))~~ county ~~((commissioners))~~ legislative authority; shall be executed by the chairman of the ~~((board of))~~ county ~~((commissioners))~~ legislative authority, and attested by the clerk of the ~~((board))~~ legislative authority, and the seal of such ~~((board))~~ legislative authority shall be affixed to each bond, but not to ~~((the))~~ any coupon; and may have facsimile signatures of the chairman and the clerk imprinted on each bond and ~~((the))~~ any interest coupons in lieu of original signatures and the facsimile seal imprinted on each bond.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 81. Section 4, chapter 142, Laws of 1965 and RCW 36.67.540 are each amended to read as follows:

Bonds issued under the provisions of this chapter shall be payable solely out of the operating revenues of the county. Such bonds shall be authorized by resolution adopted by the ~~((board of))~~ county ~~((commissioners))~~ legislative authority, which resolution shall create a special fund or funds into which the ~~((board of))~~ county ~~((commissioners))~~ legislative authority may

obligate and bind the county to set aside and pay any part or parts of, or all of, or a fixed proportion of, or fixed amounts of gross revenue received by the county from moneys for services or activities as stated in the resolution, for the purpose of paying the principal of and interest on such bonds as the same shall become due, and if deemed necessary to maintain adequate reserves therefor. Such fund or funds shall be drawn upon solely for the purpose of paying the principal and interest upon the bonds issued pursuant to this chapter.

The bonds shall be negotiable instruments within the provision and intent of the negotiable instruments law of this state, even though they shall be payable solely from such special fund or funds, and the tax revenue of the county may not be used to pay, secure, or guarantee the payment of the principal of and interest on such bonds. The bonds and ~~((the))~~ any coupons attached thereto shall state upon their face that they are payable solely from such special fund or funds. If the county fails to set aside and pay into such fund or funds, the payments provided for in such resolution, the ~~((holder))~~ owner of any such bonds may bring suit to compel compliance with the provisions of the resolution.

Sec. 82. Section 6, chapter 142, Laws of 1965 as last amended by section 51, chapter 56, Laws of 1970 ex. sess. and RCW 36.67.560 are each amended to read as follows:

(1) The ~~((board of))~~ county ~~((commissioners))~~ legislative authority of any county may by resolution, from time to time, provide for the issuance of funding or refunding revenue bonds to fund or refund any outstanding revenue bonds and any interest and premiums due thereon~~((, and matured coupons evidencing interest upon any such bonds))~~ at or before the maturity of such bonds, and parts or all of various series and issues of outstanding revenue bonds ~~((and matured coupons))~~ in the amount thereof to be funded or refunded. Such bonds may be in any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act.

The ~~((board))~~ county legislative authority shall create a special fund for the sole purpose of paying the principal of and interest on such funding or refunding revenue bonds, into which fund the ~~((commission))~~ legislative authority shall obligate and bind the county to set aside and pay any part or parts of, or all of, or a fixed proportion of, or a fixed amount of the revenue of the facility of the county sufficient to pay such principal and interest as the same shall become due, and if deemed necessary to maintain adequate reserves therefor.

Such funding or refunding bonds shall be negotiable instruments within the provisions and intent of the negotiable instruments law of this state, and the tax revenue of the county may not be used to pay, secure, or guarantee the payment of the principal of and interest on such bonds.

The county may exchange such funding or refunding bonds for the bonds, and any coupons being funded or refunded, or it may sell such funding or refunding bonds in the manner, at such price and at such rate or rates of interest as the ((board)) legislative authority shall deem to be for the best interest of the county and its inhabitants, either at public or private sale.

The provisions of this chapter relating to the terms, conditions, covenants, issuance, and sale of revenue bonds shall be applicable to such funding or refunding bonds except as may be otherwise specifically provided in this section.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 83. Section 13, chapter 218, Laws of 1963 as last amended by section 10, chapter 210, Laws of 1981 and RCW 36.68.520 are each amended to read as follows:

(1) A park and recreation service area shall not have power to levy an annual authorized levy, but it shall have the power to levy a tax upon the property included within the service area in the manner prescribed by section 2, Article ((7)) VII of the Constitution and by RCW 84.52.052.

The special voted levy may be either for operating fund or for capital outlay, or for a cumulative reserve fund.

(2) A service area may issue general obligation bonds for capital purposes only, not to exceed an amount, together with any outstanding general obligation indebtedness, equal to three-eighths of one percent of the value of the taxable property within the district, and may provide for the retirement thereof by levies in excess of dollar rate in accordance with the provisions of Article ((7)) VII, section 2 of the Constitution and RCW 84.52.056: PROVIDED, That such districts may issue bonds equal to two and one-half percent of the value of the taxable property within the district, as the term "value of the taxable property" is defined in RCW 39.36.015, when such bonds are approved by the voters of the district at a special election called for the purpose. Such bonds may be in any form, including coupon bonds or registered bonds as provided in section 3 of this 1983 act.

(3) Notwithstanding subsection (2) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 84. Section 36.69.140, chapter 4, Laws of 1963 as last amended by section 19, chapter 210, Laws of 1981 and RCW 36.69.140 are each amended to read as follows:

(1) A park and recreation district shall have the power to levy an excess levy upon the property included within the district, in the manner prescribed by Article VII, section 2, of the Constitution and by RCW 84.52.052. Such excess levy may be either for operating funds or for capital outlay, or for a

cumulative reserve fund. A park and recreation district may issue general obligation bonds for capital purposes only, not to exceed an amount, together with any outstanding general obligation indebtedness equal to three-eighths of one percent of the value of the taxable property within such district, as the term "value of the taxable property" is defined in RCW 39.36.015. A park and recreation district may additionally issue bonds equal to one and one-fourth percent of the value of the taxable property within the district, as the term "value of the taxable property" is defined in RCW 39.36.015, when such bonds are approved by three-fifths of the voters of the district at a general or special election called for that purpose and may provide for the retirement thereof by levies in excess of dollar rate limitations in accordance with the provisions of RCW 84.52.056. When authorized by the voters of the district, the district may issue interest bearing warrants payable out of and to the extent of excess levies authorized in the year in which the excess levy was approved. Such bonds and warrants may be in any form, including coupon bonds or coupon warrants, or registered bonds or registered warrants as provided in section 3 of this 1983 act.

(2) Notwithstanding subsection (1) of this section, such bonds and warrants may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 85. Section 36.69.200, chapter 4, Laws of 1963 as amended by section 80, chapter 3, Laws of 1983 and RCW 36.69.200 are each amended to read as follows:

(1) Whenever the board of park and recreation commissioners of any district shall determine that any proposed capital improvement would be of special benefit to all or to any portion of the district, it may establish local improvement districts within its territory; levy special assessments under the mode of annual installments extending over a period not exceeding twenty years, on all property specially benefited by a local improvement, on the basis of special benefits to pay in whole or in part the damage or costs of any improvements ordered in the district; and issue local improvement bonds in the improvement district to be repaid by the collection of local improvement assessments. The method of establishment, levying, collection and enforcement of such assessments and issuance and redemption of local improvement warrants and bonds and the provisions regarding the conclusiveness of the assessment roll and the review by the superior court of any objections thereto shall be as provided for the levying, collection, and enforcement of local improvement assessments and the issuance of local improvement bonds by cities ((of the first class)) and towns, insofar as consistent herewith. The duties devolving upon the city treasurer are hereby imposed upon the county treasurer for the purposes hereof. The mode of assessment shall be determined by the board. Such bonds may be in any form, including coupon bonds or registered bonds as provided in section 3 of this 1983 act.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 86. Section 5, chapter 94, Laws of 1972 ex. sess. and RCW 36.69-.370 are each amended to read as follows:

(1) When revenue bonds are issued for authorized purposes, said bonds shall be either registered as to principal only or principal and interest as provided in section 3 of this 1983 act or shall be bearer bonds; shall be in such denominations, shall be numbered, shall bear such date, shall be payable at such time or times up to a maximum period of not to exceed thirty years and payable ~~((at the office of the county treasurer, and such other places))~~ as determined by the park and recreation commissioners of the district; shall bear interest payable semiannually ~~((and evidenced to maturity by coupons attached to said bonds bearing a coupon interest rate or rates as authorized by the board of park and recreation commissioners))~~; shall be executed by the chairman of the board of park and recreation commissioners, and attested by the secretary of the board, and the seal of such board shall be affixed to each bond, but not to ~~((the))~~ any coupon; and may have facsimile signatures of the chairman and the secretary imprinted on ~~((the))~~ any interest coupons in lieu of original signatures.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 87. Section 6, chapter 94, Laws of 1972 ex. sess. and RCW 36.69-.380 are each amended to read as follows:

Bonds issued under the provisions of this chapter shall be payable solely out of the operating revenues of the park and recreation district. Such bonds shall be authorized by resolution adopted by the board of park and recreation commissioners, which resolution shall create a special fund or funds into which the board of park and recreation commissioners may obligate and bind the district to set aside and pay any part or parts of, or all of, or a fixed proportion of, or fixed amounts of gross revenue received by the district from moneys for services or activities as stated in the resolution, for the purpose of paying the principal of and interest on such bonds as the same shall become due, and if deemed necessary to maintain adequate reserves therefor. Such fund or funds shall be drawn upon solely for the purpose of paying the principal and interest upon the bonds issued pursuant to this chapter.

The bonds shall be negotiable instruments within the provision and intent of the negotiable instruments law of this state, even though they shall be payable solely from such special fund or funds, and the tax revenue of the district may not be used to pay, secure, or guarantee the payment of the principal of and interest on such bonds. The bonds and ~~((the))~~ any coupons attached thereto shall state upon their face that they are payable solely

from such special fund or funds. If the county fails to set aside and pay into such fund or funds, the payments provided for in such resolution, the ((holder)) owner of any such bonds may bring suit to compel compliance with the provisions of the resolution.

Sec. 88. Section 7, chapter 94, Laws of 1972 ex. sess. and RCW 36.69-.390 are each amended to read as follows:

The board of park and recreation commissioners may provide covenants as it may deem necessary to secure the payment of the principal of and interest on such bonds and may, but shall not be required to, include covenants to create a reserve fund or account and to authorize the payment or deposit of certain moneys therein for the purpose of securing the payment of such principal and interest; to establish, maintain, and collect rates, charges, fees, rentals, and the like on the facilities and service the income of which is pledged for the payment of such bonds, sufficient to pay or secure the payment of such principal and interest and to maintain an adequate coverage over annual debt service; and to make any and all other covenants not inconsistent with the provisions of this chapter which will increase the marketability of such bonds. The board may also provide that revenue bonds payable out of the same source or sources may later be sold on a parity with any revenue bonds being issued and sold. The provisions of this chapter and any resolution or resolutions providing for the authorization, issuance, and sale of such bonds shall constitute a contract with the ((holder)) owner of such bonds, and the provisions thereof shall be enforceable by any owner ((or holder)) of such bonds by mandamus or any appropriate suit, action or proceeding at law or in equity in any court of competent jurisdiction.

Sec. 89. Section 8, chapter 94, Laws of 1972 ex. sess. and RCW 36.69-.400 are each amended to read as follows:

(1) The board of parks and recreation commissioners of any district may by resolution, from time to time, provide for the issuance of funding or refunding revenue bonds to fund or refund any outstanding revenue bonds and any interest and premiums due thereon~~((, and matured coupons evidencing interest upon any such bonds))~~ at or before the maturity of such bonds, and parts or all of various series and issues of outstanding revenue bonds ~~((and matured coupons))~~ in the amount thereof to be funded or refunded.

The board shall create a special fund for the sole purpose of paying the principal of and interest on such funding or refunding revenue bonds, into which fund the board shall obligate and bind the district to set aside and pay any part or parts of, or all of, or a fixed proportion of, or a fixed amount of the revenue of the recreational facility of the district sufficient to pay such principal and interest as the same shall become due, and if deemed necessary to maintain adequate reserves therefor.

Such funding or refunding bonds shall be negotiable instruments within the provisions and intent of the negotiable instruments law of this state, and the tax revenue of the district may not be used to pay, secure, or guarantee

the payment of the principal of and interest on such bonds. Such bonds may be in any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act.

The district may exchange such funding or refunding bonds for the bonds, and any coupons being funded or refunded, or it may sell such funding or refunding bonds in the manner, at such price and at such rate or rates of interest as the board shall deem to be for the best interest of the district and its inhabitants, either at public or private sale.

The provisions of this chapter relating to the terms, conditions, covenants, issuance, and sale of revenue bonds shall be applicable to such funding or refunding bonds except as may be otherwise specifically provided in this section.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 90. Section 36.76.080, chapter 4, Laws of 1963 as last amended by section 2, chapter 76, Laws of 1971 and RCW 36.76.080 are each amended to read as follows:

The ~~((board))~~ legislative authority of any county may, whenever a majority thereof so decides, submit to the voters of their county the question whether the ~~((board))~~ legislative authority shall be authorized to issue negotiable ~~((coupon))~~ road bonds of the county in an amount subject to the limitations on indebtedness provided for in RCW 39.36.020(2), for the purpose of constructing a new road or roads, or improving established roads within the county, or for aiding in so doing, as herein prescribed.

The word "improvement" wherever used in this ~~((act))~~ section and RCW 36.76.090, 36.76.100, 36.76.110, 36.76.120, and 36.76.130 shall embrace any undertaking for any or all of such purposes. The word "road" shall embrace all highways, roads, streets, avenues, bridges, and other public ways.

The provisions of this ~~((act))~~ section and RCW 36.76.090, 36.76.100, 36.76.110, 36.76.120, and 36.76.130 shall apply not only to roads which are or shall be under the general control of the county, but also to all parts of state roads in such county and to all roads which are situated or are to be constructed wholly or partly within the limits of any incorporated city or town therein, provided the ~~((board of))~~ county ~~((commissioners))~~ legislative authority finds that they form or will become a part of the public highway system of the county, and will connect the existing roads therein. Such finding may be made by the ~~((board of))~~ county ~~((commissioners))~~ legislative authority at any stage of the proceedings before the actual delivery of the bonds.

The constructing or improving of any and all such roads, or the aiding therein, is declared to be a county purpose.

The question of the issuance of bonds for any undertaking which relates to a number of different roads or parts thereof, whether intended to supply the whole expenditure or to aid therein, may be submitted to the voters as a single proposition in all cases where such course is consistent with the provisions of the state Constitution. If the county (~~((commissioners))~~) legislative authority, in submitting a proposition relating to different roads or parts thereof, finds that such proposition has for its object the furtherance and accomplishment of the construction of a system of public and county highways in such county, and constitutes and has for its object a single purpose, such finding shall be presumed to be correct, and upon the issuance of the bonds the presumption shall become conclusive.

No proposition for bonds shall be submitted which proposes that more than forty percent of the proceeds thereof shall be expended within any city or town or within any number of cities and towns.

Sec. 91. Section 36.76.090, chapter 4, Laws of 1963 as last amended by section 53, chapter 56, Laws of 1970 ex. sess. and RCW 36.76.090 are each amended to read as follows:

(1) The election may be held at such times and in the manner provided for holding general elections in this state, or it may be held as a special election (~~((at such time))~~) on one of the special election dates provided in RCW 29.13.010 as the ((board)) county legislative authority may designate. The ballots used must contain the words, "Bonds, Yes," and "Bonds, No". If three-fifths of the legal ballots cast on the question of issuing bonds for the improvement contemplated in RCW 36.76.080 are in favor of bonds, the ~~((board))~~ county legislative authority must issue negotiable bonds in due and legal form, and negotiate them in such manner as they may deem to the best advantage of the county, at not less than par value. The bonds authorized by this section shall be issued in the name of the county, in denominations of not less than one hundred nor more than one thousand dollars; they shall ~~((be payable either (1) to some person or corporation (named therein) or the bearer, or (2) simply to the bearer, at such time as shall be stated therein;))~~ not ~~((more than))~~ have a maximum term in excess of twenty years ((after the date of issue)), and shall bear interest at a rate or rates as authorized by the ~~((board of))~~ county ((commissioners)) legislative authority, payable semiannually. The bonds may be in any form, including bearer bonds or may be registered as provided in section 3 of this 1983 act. They may be made payable in any city of the United States containing a national bank. They shall bear the signature of the chairman of the ~~((board))~~ county legislative authority, and be countersigned by the county auditor of the county with the seal of the county thereunto attached, and ~~((the))~~ any interest coupons shall be signed by said chairman and said county auditor~~((, and each bond so issued must be registered in the office of the county treasurer in a book provided for that purpose, which must show the date, number and amount of the bond, date of maturity, rate of interest;~~

~~and the name and address of the person to whom issued~~). The county seal need not be affixed to ~~((the))~~ any coupons. ~~((Each))~~ Any coupon must show the number of the bond to which it belongs. The bonds and any coupons shall be printed, engraved or lithographed on good bond paper.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 92. Section 36.76.120, chapter 4, Laws of 1963 and RCW 36.76-.120 are each amended to read as follows:

The county ~~((commissioners))~~ legislative authority must ascertain and levy annually a tax sufficient to pay the interest on all such bonds whenever it becomes due and to meet the annual maturities of principal as required by Title 39 RCW. All taxes levied either for interest or principal shall be a lien upon all property within the county and must be collected in the same manner as other taxes are collected. The county treasurer must pay out of any money accumulated from the taxes levied to pay the interest as aforesaid, the interest upon all such bonds when it becomes due as provided on the bond or, if coupons are attached to a bond, upon presentation at the place of payment of the proper coupon. ~~((A#))~~ Any interest payments or coupons so paid must be reported to the county ((commissioners)) legislative authority at ((their)) its first meeting thereafter. Whenever ~~((the))~~ any coupons are payable at any place other than the city in which the county treasurer keeps his office, the county treasurer shall seasonably remit to the state fiscal agent the amount of money required for the payment of any coupons which are about to fall due. When any such bonds or any coupons are paid, the county treasurer shall suitably and indelibly cancel them.

Sec. 93. Section 36.88.190, chapter 4, Laws of 1963 and RCW 36.88-.190 are each amended to read as follows:

(1) The ((board)) county legislative authority may provide for the payment of the whole or any portion of the cost and expense of any duly authorized road improvement by bonds and/or warrants of the improvement district which bonds shall be issued and sold as herein provided, but no bonds shall be issued in excess of the cost and expense of the project nor shall they be issued prior to twenty days after the thirty days allowed for the payment of assessments without penalty or interest.

(2) Notwithstanding subsection (1) of this section, such bonds and warrants may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 94. Section 36.88.200, chapter 4, Laws of 1963 as last amended by section 5, chapter 100, Laws of 1980 and RCW 36.88.200 are each amended to read as follows:

(1) Such bonds shall be numbered from one upwards consecutively, shall be in such denominations as may be provided by the county legislative authority in the resolution authorizing their issuance, shall mature on or before a date not to exceed twenty-two years from and after their date, shall bear interest at such rate or rates as authorized by the legislative authority payable annually or semiannually as may be provided by the legislative authority, shall be signed by the chairman of the legislative authority and attested by the county auditor, shall have the seal of the county affixed thereto, and shall be payable at the office of the county treasurer or elsewhere as may be designated by the legislative authority~~(; and shall have attached thereto interest coupons for each interest payment which said coupons shall be signed by the chairman of the legislative authority and attested by the auditor)~~. Such bonds may be in any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act. In lieu of any signatures required in this section, the bonds and any coupons may bear the printed or engraved facsimile signatures of said officials.

Such bonds shall refer to the improvement for which they are issued and to the resolution creating the road improvement district therefor.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 95. Section 36.88.210, chapter 4, Laws of 1963 and RCW 36.88-.210 are each amended to read as follows:

(1) The bonds issued under the provisions of this chapter may be issued to the contractor or sold by the ~~((board))~~ county legislative authority as authorized by the resolution directing their issuance at not less than their par value and accrued interest to the date of delivery. No bonds shall be sold except at public sale upon competitive bids and a notice calling for bids shall be published once a week for two consecutive weeks in the official newspaper of the county. Such notice shall specify a place and designate a day and hour subsequent to the date of last publication thereof when sealed bids will be received and publicly opened for the purchase of said bonds. The proceeds of all sales of bonds shall be deposited in the county road improvement district fund and applied to the cost and expense of the district.

(2) Notwithstanding subsection (1) of this section, such bonds may be sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 96. Section 36.88.230, chapter 4, Laws of 1963 as amended by section 12, chapter 156, Laws of 1981 and RCW 36.88.230 are each amended to read as follows:

Whenever there shall be paid out of a guaranty fund any sum on account of principal or interest of a road improvement district bond or warrant, the county, as trustee for the fund, shall be subrogated to all the rights of the ~~((holder))~~ owner of the bond or any interest coupon or warrant so

paid, and the proceeds thereof, or of the assessment underlying the same, shall become part of the guaranty fund. There shall also be paid into each guaranty fund the interest received from bank deposits or government securities of the fund, as well as any surplus remaining in any local improvement fund guaranteed hereunder after the payment of all outstanding bonds or warrants payable primarily out of such road improvement fund. Warrants drawing interest at a rate or rates not to exceed the rate determined by the county legislative authority shall be issued, as other warrants are issued by the county, against a guaranty fund to meet any liability accruing against it, and at the time of making its annual budget and tax levy the county shall provide from funds available for road purposes for the deposit in the guaranty fund of a sum sufficient with other resources of such fund to pay warrants so issued during the preceding fiscal year. As among the several issues of bonds or warrants guaranteed by the fund no preference shall exist, but defaulted (~~(interest coupons,)~~) bonds, interest payments, and warrants shall be purchased out of the fund in the order of their presentation.

Every county establishing a guaranty fund for road improvement district bonds or warrants shall prescribe by resolution appropriate rules and regulations for the maintenance and operation of the guaranty fund not inconsistent herewith. So much of the money of a guaranty fund as is necessary may be used to purchase underlying bonds or warrants guaranteed by the fund, or to purchase certificates of delinquency for general taxes on property subject to local improvement assessments, or to purchase such property at tax foreclosures, for the purpose of protecting the guaranty fund. Said fund shall be subrogated to the rights of the county, and the county, acting on behalf of said fund, may foreclose the lien of general tax certificates of delinquency and purchase the property at the foreclosure sale for the account of said fund. Whenever the (~~(governing)~~) legislative authority of any county shall so cause a lien of general tax certificates of delinquency to be foreclosed and the property to be so purchased at a foreclosure sale, the court costs and costs of publication and expenses for clerical work and/or other expense incidental thereto, shall be chargeable to and payable from the guaranty fund. After so acquiring title to real property, a county may lease or sell and convey the same at public or private sale for such price and on such terms as may be determined by resolution of the (~~(board of commissioners or other)~~) county legislative body, and all proceeds resulting from such sales shall belong to and be paid into the guaranty fund.

Sec. 97. Section 36.88.240, chapter 4, Laws of 1963 and RCW 36.88-.240 are each amended to read as follows:

(~~(Neither the holder nor)~~) The owner of any bond or warrant issued under the provisions of this chapter shall not have any claim therefor against the county by which the same is issued, except for payment from the special assessments made for the improvement for which said bond or

warrant was issued and except as against the improvement guaranty fund of such county, and the county shall not be liable to any (~~holder or~~) owner of such bond or warrant for any loss to the guaranty fund occurring in the lawful operation thereof by the county. The remedy of the (~~holder or~~) owner of a bond, or warrant in case of nonpayment, shall be confined to the enforcement of any assessments made in such road improvement district and to the guaranty fund. In case the bonds are guaranteed in accordance herewith a copy of the foregoing part of this section shall be plainly written, printed or engraved on each bond issued and guaranteed hereunder.

Sec. 98. Section 7, chapter 194, Laws of 1967 as amended by section 13, chapter 156, Laws of 1981 and RCW 36.88.470 are each amended to read as follows:

Whenever there shall be paid out of the guaranty fund any sum on account of principal or interest of a county road improvement district bond or warrant, the county, as trustee for the fund, shall be subrogated to all the rights of the (~~holder~~) owner of the bond or any interest coupon or warrant so paid, and the proceeds thereof, or of the assessment underlying the same, shall become part of the guaranty fund. There shall also be paid into each guaranty fund the interest received from investments of the fund, as well as any surplus remaining in any county road improvement fund guaranteed hereunder after the payment of all outstanding bonds or warrants payable primarily out of such utility conversion county road improvement district fund. Warrants drawing interest at a rate or rates not to exceed the rate determined by the county legislative authority shall be issued, as other warrants are issued by the county, against the guaranty fund to meet any liability accruing against it, and at the time of making its annual budget and tax levy the county shall provide from funds available for the deposit in the guaranty fund of a sum sufficient with other resources of such fund to pay warrants so issued during the preceding fiscal year. As among the several issues of bonds or warrants guaranteed by the fund no preference shall exist, but defaulted (~~interest coupons;~~) bonds, interest payments, and warrants shall be purchased out of the fund in the order of their presentation.

Every county establishing a guaranty fund for utility conversion road improvement district bonds or warrants shall prescribe by resolution appropriate rules and regulations for the maintenance and operation of such guaranty fund not inconsistent herewith. So much of the money of a guaranty fund as is necessary may be used to purchase underlying bonds or warrants guaranteed by the fund, or to purchase certificates of delinquency for general taxes on property subject to local improvement assessments, or to purchase such property at tax foreclosures, for the purpose of protecting the guaranty fund. The fund shall be subrogated to the rights of the county and the county, acting on behalf of the fund, may foreclose the lien of general tax certificates of delinquency and purchase the property at the foreclosure sale for the account of said fund. Whenever the (~~governing~~)

legislative authority of any county shall so cause a lien of general tax certificates of delinquency to be foreclosed and the property to be so purchased at a foreclosure sale, the court costs and costs of publication and expenses for clerical work and/or other expense incidental thereto, shall be chargeable to and payable from the guaranty fund. After so acquiring title to real property, a county may lease or sell and convey the same at public or private sale for such price and on such terms as may be determined by resolution of the ~~((board of))~~ county ~~((commissioners or other))~~ legislative ((body)) authority, and all proceeds resulting from such sales shall belong to and be paid into the guaranty fund.

Sec. 99. Section 4, chapter 109, Laws of 1967 as amended by section 4, chapter 30, Laws of 1970 ex. sess. and RCW 36.89.040 are each amended to read as follows:

(1) To carry out the purposes of this chapter counties shall have the power to issue general obligation bonds within the limitations now or hereafter prescribed by the Constitution and laws of this state. Such general obligation bonds shall be authorized, issued and made payable as provided in Title 39 RCW. The ~~((board of))~~ county ~~((commissioners))~~ legislative authority shall determine the manner of execution of such bonds and may provide in the principal amount of such bond issue for costs of engineering, architectural, planning, financial, legal and other services incident to the purpose of such bonds. Such bonds may be in any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act.

The question of issuance of bonds for any undertaking which relates to a number of different highways or parts thereof, whether situated wholly or partly within the limits of any city or town within the county, and whether such bonds are intended to supply the whole expenditure or to participate therein, may be submitted to the voters of the county as a single proposition. If the ~~((board of))~~ county ~~((commissioners))~~ legislative authority in submitting a proposition relating to different highways or parts thereof declare that such proposition has for its object the furtherance and accomplishment of the construction of a system of connected public highways within such county and constitutes a single purpose, such declaration shall be presumed to be correct and upon the issuance of the bonds the presumption shall become conclusive.

The question of the issuance of bonds for any undertaking which relates to a number of different open spaces, park, recreation and community facilities, whether situated wholly or partly within the limits of any city or town within the county, and whether such bonds are intended to supply the whole expenditure or to participate therein may be submitted to the voters as a single proposition. If the ~~((board of))~~ county ~~((commissioners))~~ legislative authority in submitting a proposition relating to different open spaces, park, recreation and community facilities declare that such proposition has for its object the furtherance, accomplishment or preservation of an open space,

park, recreation and community facilities system available to, and for the benefit of, all the residents of such county and constitutes a single purpose, such declaration shall be presumed to be correct and upon the issuance of the bonds the presumption shall become conclusive.

The question of the issuance of bonds for any undertaking which relates to a number of different public health and safety facilities, whether situated wholly or partly within the limits of any city or town within the county, and whether such bonds are intended to supply the whole expenditure or to participate therein may be submitted to the voters as a single proposition. If the ((board of)) county ((commissioners)) legislative authority in submitting a proposition relating to different public health and safety facilities declare that such proposition has for its object the furtherance or accomplishment of a system of public health and safety facilities for the benefit of all the residents of such county and constitutes a single purpose, such declaration shall be presumed to be correct and upon the issuance of the bonds the presumption shall become conclusive.

The question of the issuance of bonds for any undertaking which relates to a number of different storm water control facilities, whether situated wholly or partly within the limits of any city or town within the county, and whether such bonds are intended to supply the whole expenditure or to participate therein may be submitted to the voters as a single proposition. If the ((board of)) county ((commissioners)) legislative authority in submitting a proposition relating to different storm water control facilities declare that such proposition has for its object the furtherance, accomplishment or preservation of a storm water control facilities system for the benefit of all the residents of such county and constitutes a single purpose, such declaration shall be presumed to be correct and upon the issuance of the bonds the presumption shall become conclusive.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 100. Section 9, chapter 30, Laws of 1970 ex. sess. as amended by section 20, chapter 313, Laws of 1981 and RCW 36.89.100 are each amended to read as follows:

(1) Any county legislative authority may authorize the issuance of revenue bonds to finance any storm water control facility. Such bonds may be issued by the ((board)) county legislative authority in the same manner as prescribed in RCW 36.67.510 through 36.67.570. Such bonds may be in any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act.

Each revenue bond shall state on its face that it is payable from a special fund, naming such fund and the resolution creating the fund.

Revenue bond principal, interest, and all other related necessary expenses shall be payable only out of the appropriate special fund or funds.

Revenue bonds shall be payable from the revenues of the storm water control facility being financed by the bonds, a system of these facilities and, if so provided, from special assessments, installments thereof, and interest and penalties thereon, levied in one or more utility local improvement districts authorized by this 1981 act.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 101. Section 20, chapter 72, Laws of 1967 as amended by section 2, chapter 313, Laws of 1981 and RCW 36.94.200 are each amended to read as follows:

(1) The legislative authority of any county is hereby authorized for the purpose of carrying out the lawful powers granted by this chapter to contract indebtedness and to issue general obligation bonds pursuant to and in the manner provided for general county bonds in chapter 36.67 RCW and other applicable statutes; and to issue revenue bonds pursuant to and in the manner provided for revenue bonds in chapter 36.67 RCW and other applicable statutes. The county legislative authority may also issue local improvement district bonds in the manner provided for cities and towns. These general obligation bonds, revenue bonds, and local improvement district bonds may be in any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act.

(2) Notwithstanding subsection (1) of this section, any of these bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 102. Section 13, chapter 155, Laws of 1971 ex. sess. as amended by section 2, chapter 100, Laws of 1980 and RCW 36.95.130 are each amended to read as follows:

In addition to other powers provided for under this chapter, the board shall have the following powers:

(1) To perform all acts necessary to assure that the purposes of this chapter will be carried out fairly and efficiently;

(2) To acquire, build, construct, repair, own, maintain, and operate any necessary stations retransmitting simultaneous visual and aural signals intended to be received by the general public, relay stations, pick-up stations, or any other electrical or electronic system necessary: PROVIDED, That the board shall have no power to originate programs;

(3) To make contracts to compensate any owner of land or other property for the use of such property for the purposes of this chapter;

(4) To make contracts with the United States, or any state, municipality, or any department or agency of those entities for carrying out the general purposes for which the district is formed;

(5) To acquire by gift, devise, bequest, lease, or purchase real and personal property, tangible or intangible, including lands, rights of way, and easements, necessary or convenient for its purposes;

(6) To make contracts of any lawful nature (including labor contracts or those for employees' benefits), employ engineers, laboratory personnel, attorneys, other technical or professional assistants, and any other assistants or employees necessary to carry out the provisions of this chapter;

(7) To contract indebtedness or borrow money(;) and to issue warrants or bonds to be paid from district revenues: PROVIDED, That the bonds, warrants, or other obligations may be in any form, including bearer or registered as provided in section 3 of this 1983 act; PROVIDED FURTHER, That such warrants and bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act);

(8) To prescribe tax rates for the providing of services throughout the area in accordance with the provisions of this chapter; and

(9) To apply for, accept, and be the holder of any permit or license issued by or required under federal or state law.

Sec. 103. Section 16, chapter 155, Laws of 1971 ex. sess. as amended by section 4, chapter 52, Laws of 1981 and RCW 36.95.160 are each amended to read as follows:

The treasurer of the county in which a district is located shall be ex officio treasurer of the district. The treasurer shall collect the excise tax provided for under this chapter and shall send notice of payment due to persons owing the tax: PROVIDED, That districts with fewer than twelve hundred persons subject to the excise tax and levying an excise tax of forty dollars or more per television set per year shall have the option of having the district (1) send the tax notices bimonthly, and (2) collect the excise taxes which shall then be forwarded to the county treasurer for deposit in the district account. There shall be deposited with him all funds of the district. All district payments shall be made by him from such funds upon warrants issued by the county auditor, except the sums to be paid out of any bond fund ((upon coupons or bonds presented to the treasurer)) for principal and interest payments on bonds. All warrants shall be paid in the order of issuance. The treasurer shall report monthly to the board, in writing, the amount in the district fund or funds.

Sec. 104. Section 3, chapter 184, Laws of 1971 ex. sess. and RCW 39.42.030 are each amended to read as follows:

The state finance committee shall by resolution determine the amount, date or dates, ((form;)) terms, conditions, denominations, maximum interest rate or rates, which may be fixed or variable, maturity or maturities, redemption rights, registration privileges, manner of execution, manner of sale, ((and)) covenants, and form, including bearer or registered as provided in section 3 of this 1983 act, of all evidences of indebtedness including the funding or refunding of any existing indebtedness.

Sec. 105. Section 1, chapter 151, Laws of 1923 as last amended by section 1, chapter 74, Laws of 1965 ex. sess. and RCW 39.44.010 are each amended to read as follows:

Hereafter ~~((a))~~ general obligation bonds, including refunding bonds, issued under lawful authority by any political subdivision, or municipal or quasi municipal corporation now or hereafter existing under the laws of the state of Washington, hereinafter in this amendatory act called the "issuer", ~~((shall))~~ may be issued as provided in this section. Such bonds may be serial in form and maturity and numbered from one upward consecutively. Except for the first interest payment which may be at any time not more than twelve months from date of issue, interest on all such bonds ~~((shall))~~ may be payable semiannually. Such bonds may be in any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act. The interest on ~~((coupon))~~ bearer bonds may only be evidenced by a single coupon and no more than one coupon rate may be fixed for all bonds maturing on the same date. The various annual maturities of such bonds, except refunding bonds, ~~((shall))~~ may commence not less than two years or more than five years from the date of issue and shall be fixed in the ordinance or resolution authorizing the sale of the same in amounts that will result in a difference of not more than five thousand dollars between the highest and lowest annual payment of principal and interest, excluding the years up to and including the year in which principal payments commence, computed on the anticipated effective interest rate such governing body shall in its discretion determine will be borne by such bonds. The provisions of this section shall not constitute any limitation on the number of coupon rates of interest or the amount of difference between the highest and lowest interest rates that may be specified by bidders: PROVIDED, That such governing body may, in its discretion, in the sale proceedings, limit the number of interest rates and the amount of difference between the highest and lowest rates bid.

Sec. 106. Section 3, chapter 151, Laws of 1923 as last amended by section 11, chapter 216, Laws of 1982 and RCW 39.44.030 are each amended to read as follows:

(1) Before any general obligation bonds issued by any county, city, town, school district, port district, or metropolitan park district shall be offered for sale the governing body issuing such bonds shall designate the maximum effective rate of interest said bonds shall bear, which shall not be in excess of that allowed by law. Except as provided in ~~((section 94, chapter 232, Laws of 1969 ex. sess.))~~ this section and RCW 39.44.900, when a vote of the electors shall have been taken on the question of the issuance of such bonds and the proposition submitted to the electors shall have specified the maximum effective rate of interest to be borne by said bonds, no increase of such maximum effective rate of interest shall be made by the governing body. All such bonds, including refunding bonds, shall be sold at public sale,

and a notice calling for bids for the purchase of said bonds shall be published once a week for two consecutive weeks in the official newspaper of the issuer, and such other notice shall be given as the governing body may direct; or, if there be no official newspaper of the issuer, the publication shall be made in a newspaper of general circulation in the county in which the issuer is located. Such notice shall specify a place, and designate a day and hour, subsequent to the date of the last publication and at least ten days subsequent to the date of the first publication thereof when sealed bids will be received and publicly opened for the purchase of said bonds. The notice shall specify the maturity schedule and the maximum effective rate of interest such bonds shall bear, and shall require bidders to submit a bid specifying ~~((+))~~ (a) the lowest rate or rates of interest and premium, if any, above par, at which such bidder will purchase said bonds; or ~~((2))~~ (b) the lowest rate or rates of interest at which the bidder will purchase said bonds at par. The bonds shall be sold to the bidder offering to purchase the same at the lowest net interest cost to the issuer over the life thereof, subject to the right of the governing body to reject any and all bids. None of such bonds shall be sold at less than par and accrued interest, nor shall any discount or commission be allowed or paid to the purchaser or purchasers of such bonds. All bids shall be sealed and, except the bid of the state of Washington, if one is received, shall be accompanied by a good faith deposit of five percent, either in cash or by cashier's or certified check made payable to the treasurer of the issuer, of the amount of the principal par value of such bonds which shall be promptly returned if the bid is not accepted; and if the successful bidder shall fail or neglect to complete the purchase of said bonds by the time specified in the notice of sale for the delivery of said bonds, the amount of his deposit shall be forfeited to the issuer, and in that event the governing body may accept the bid of the one making the next best bid if such bidder agrees to purchase said bonds under the terms provided in his bid, or if all bids be rejected such governing body, if it decides to reoffer such bonds for sale, shall readvertise said bonds for sale in the same manner as herein provided for the original advertisement. If there be two or more equal bids and such bids are the best bids received, the governing body shall determine by lot which bid will be accepted.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 107. Section 1, chapter 52, Laws of 1941 as last amended by section 3, chapter 141, Laws of 1961 and RCW 39.44.100 are each amended to read as follows:

On all bonds hereafter issued by the state or any agency thereof or by any county, city, town, municipal corporation, quasi municipal corporation, junior taxing district, school district or other political subdivision of the

state, the printed, engraved or lithographed facsimile signatures of the officers required by law to sign the bonds or any interest coupons thereon shall be sufficient signature on such bonds or coupons: **PROVIDED**, That such facsimile signatures shall not be used on the bonds of issues of less than one hundred thousand dollars par value and may always be used on interest coupons.

Whenever such facsimile signature reproduction of the signature of any officer is used in place of the personal signature of such officer, the issuing authority shall specify in a written order or requisition to the printer, engraver, or lithographer, the number of bonds or coupons upon which such facsimile signature is to be printed, engraved, or lithographed, and the manner of numbering the bonds or coupons upon which such signature shall be placed. Within ninety days after the completion of the printing, engraving, or lithographing of such bonds or coupons, the plate or plates used for the purpose of affixing the facsimile signature shall be destroyed and it shall be the duty of the issuing authority, within ninety days after receipt of the completed bonds or coupons, to ascertain that such plate or plates have been destroyed.

Sec. 108. Section 1, chapter 91, Laws of 1915 as amended by section 4, chapter 141, Laws of 1961 and RCW 39.44.110 are each amended to read as follows:

Upon the presentation at the office of the officer or agent hereinafter provided for, any bond which is bearer in form that has heretofore been or may hereafter be issued by any county, city, town, port, school district, or other municipal or quasi municipal corporation in this state, may, if so provided in the proceedings authorizing the issuance of the same, be registered as to principal in the name of the owner upon the books of such municipality to be kept in said office, such registration to be noted on the reverse of the bond by such officer or agent. The principal of any bond so registered shall be payable only to the payee, his legal representative, successors or assigns, and such bond shall be transferable to another registered holder or back to bearer only upon presentation to such officer or agent, with a written assignment duly acknowledged or proved. The name of the assignee shall be written upon any bond so transferred and in the books so kept in the office of such officer or agent.

Sec. 109. Section 2, chapter 91, Laws of 1915 as amended by section 5, chapter 141, Laws of 1961 and RCW 39.44.120 are each amended to read as follows:

If so provided in the proceedings authorizing the issuance of any such bonds, upon the registration thereof as to principal, or at any time thereafter, the coupons thereto attached, evidencing all interest to be paid thereon to the date of maturity, may be surrendered to the officer or agent hereinafter provided and the bonds shall also become registered as to interest. Such coupons shall be canceled by such officer or agent, who shall sign a

statement endorsed upon such bond of the cancellation of all unmatured coupons and the registration of such bond. Thereafter the interest evidenced by such canceled coupons shall be paid at the times provided therein to the registered ((holder)) owner of such bond in lawful money of the United States of America mailed to his address.

Sec. 110. Section 3, chapter 91, Laws of 1915 as amended by section 1, chapter 79, Laws of 1971 ex. sess. and RCW 39.44.130 are each amended to read as follows:

The duties ((herein)) prescribed in this chapter as to the registration of bonds of any city or town shall be performed by the treasurer thereof, and as to those of any county, port or school district by the county treasurer of the county in which such port or school district lies; but any county, city, town, port or school district may designate by resolution any other officer for the performance of such duties, and any county, city, town, port or school district may designate by resolution its legally designated fiscal agency or agencies for the performance of such duties, after making arrangements with such fiscal agency therefor, which arrangements may include provision for the payment by the ((bondholder)) bond owner of a fee ((not exceeding twenty-five cents)) for each registration.

Sec. 111. Section 1, chapter 229, Laws of 1977 ex. sess. and RCW 39.44.140 are each amended to read as follows:

Any county, city, town, political subdivision, or other municipal or quasi municipal corporation authorized to issue revenue bonds may include in the amount of any such issue funds for the purpose of establishing, maintaining or increasing reserves to:

- (1) Secure the payment of the principal of and interest on such revenue bonds; or
- (2) Provide for replacements or renewals of or repairs or betterments to revenue producing facilities; or
- (3) Provide for contingencies, including, but not limited to, loss of revenue caused by such contingencies.

The authority granted pursuant to this section is additional and supplemental to any existing authority to issue revenue bonds and nothing in this section shall prevent the issuance of such bonds pursuant to any other law: PROVIDED, That no such bond issue may include an amount in excess of fifteen percent thereof for the purpose of establishing, maintaining or increasing reserves as enumerated above.

Sec. 112. Section 4, chapter 216, Laws of 1982 and RCW 39.50.030 are each amended to read as follows:

(1) The issuance of short-term obligations shall be authorized by ordinance of the governing body which ordinance shall fix the maximum amount of the obligations to be issued or, if applicable, the maximum

amount which may be outstanding at any time, the maximum term and interest rate or rates to be borne thereby, the manner of sale, maximum price, form including bearer or registered as provided in section 3 of this 1983 act, terms, conditions, and the covenants thereof: PROVIDED, That general obligation short-term obligations shall be sold at not less than the par value thereof. The ordinance may provide for designation and employment of a paying*agent for the short-term obligations and may authorize a designated representative of the municipal corporation to act on its behalf and subject to the terms of the ordinance in selling and delivering short-term obligations authorized and fixing the dates, price, interest rates, and other details as may be specified in the ordinance. Short-term obligations issued under this section shall bear such fixed or variable rate or rates of interest as the governing body considers to be in the best interests of the municipal corporation. Variable rates of interest may be fixed in relationship to such standard or index as the governing body designates.

The governing body may make contracts for the future sale of short-term obligations pursuant to which the purchasers are committed to purchase the short-term obligations from time to time on the terms and conditions stated in the contract, and may pay such consideration as it considers proper for the commitments. Short-term obligations issued pursuant to these contracts shall mature no later than three years after the date of the contract, but obligations issued in anticipation of the receipt of taxes shall be paid within six months from the end of the fiscal year in which they are issued.

(2) Notwithstanding subsection (1) of this section, such short-term obligations may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 113. Section 2, chapter 170, Laws of 1895 as last amended by section 60, chapter 56, Laws of 1970 ex. sess. and RCW 39.52.020 are each amended to read as follows:

(1) Funding bonds authorized to be issued by this chapter shall be in denominations of not less than one hundred dollars, nor more than one thousand dollars, and shall be signed by the following corporate authorities: When issued by a county, the chairman of the ((board of)) county ((commissioners)) legislative authority, countersigned by the county treasurer and attested by the county auditor, who shall affix his official seal; when issued by a city or town, by its mayor, countersigned by its treasurer and attested by its clerk, who shall affix his official seal. They shall bear interest at a rate or rates as authorized by the corporate authorities, payable semiannually((; which interest shall be evidenced by proper coupons attached to each bond)). Such corporate authorities shall, by ordinance or resolution, provide for the manner of issuing and the form of said bonds, including bearer bonds or registered bonds as provided in section 3 of this 1983 act, and the time or times when the same shall be made payable; but no bonds issued

under this chapter shall be issued for a longer period than twenty years, and when they shall be made payable at different periods within said twenty years, they shall be divided into series not to exceed twenty in number, but there shall be as many series as there are different times of payment, and all bonds included in each series shall be made payable at the same time. The principal and interest may be made payable at any place in the United States designated by the corporate authorities of such county, city or town. Such bonds shall not be issued to an aggregate amount in excess of the warrants or other outstanding indebtedness proposed to be funded thereby. They may be exchanged at not less than their par value for such warrants or other outstanding indebtedness, or may be sold at not less than their par value, and the proceeds used exclusively for the purpose of retiring and canceling such warrants and interest thereon or other indebtedness: **PROVIDED**, That nothing in this chapter contained shall be deemed to authorize the issuing of any funding bonds which, other than that proposed to be funded under the provisions of this chapter, shall exceed any constitutional limitation of indebtedness, or any indebtedness which might be incurred with the assent of three-fifths of the voters of such county, city or town voting at an election to be held for that purpose.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 114. Section 3, chapter 170, Laws of 1895 as last amended by section 1, chapter 204, Laws of 1909 and RCW 39.52.030 are each amended to read as follows:

(1) Bonds may be issued without notice under the provisions of this chapter for the purpose of funding or refunding outstanding warrants in cases where the issuance of such bonds shall have been previously authorized by the voters of such county, city or town, when exchanged at not less than par value, or for the purpose of funding or refunding outstanding bonds, when exchanged at not less than par value, but before any other bonds shall be issued under the provisions of this chapter, such corporate authorities shall cause a notice of the proposed issuance of such bonds to be given by publication in a daily or weekly newspaper of general circulation published in the county proposing to issue such bonds, or in which county such city or town is situated, at least once a week for four consecutive weeks. Such notice shall state for what purpose and the total amount for which it is so proposed to issue bonds, and if to be divided into series, then into how many series the same are to be divided, and the amount of and period for which each series is to run, also the hour and day for considering bids for such bonds, and asking bidders to name the price and rate of interest at which they will purchase such bonds, and if such bonds are to be divided into series then to name such price and rate for each series of such bonds, separately; and at the time named in such notice it shall be the duty

of the corporate authorities to meet with the treasurer of the county, city, or town proposing to issue such bonds, at his office, and with him open said bids, and shall sell said bonds to the person or persons making the most advantageous offer therefor: PROVIDED, HOWEVER, That said bonds shall never be sold or disposed of below par, and such corporate authorities shall have the right to reject any and all bids, and if all said bids shall be rejected, such corporate authorities shall proceed to readvertise the sale of said bonds in the manner herein provided.

(2) Notwithstanding subsection (1) of this section, such bonds may be sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 115. Section 10, chapter 300, Laws of 1981 and RCW 39.84.100 are each amended to read as follows:

(1) The principal of and the interest on any revenue bonds issued by a public corporation shall be payable solely from the funds provided for this payment from the revenues of the industrial development facilities funded by the revenue bonds. Each issue of revenue bonds shall be dated, shall bear interest at such rate or rates, and shall mature at such time or times as may be determined by the board of directors, and may be made redeemable before maturity at such price or prices and under such terms and conditions as may be fixed by the board of directors prior to the issuance of the revenue bonds or other revenue obligations.

(2) The board of directors shall determine the form and the manner of execution of the revenue bonds(~~(, including any interest coupons to be attached thereto;)~~) and shall fix the denomination or denominations of the revenue bonds and the place or places of payment of principal and interest. If any officer whose signature or a facsimile of whose signature appears on any revenue bonds or any coupons ceases to be an officer before the delivery of the revenue bonds, the signature shall for all purposes have the same effect as if he had remained in office until delivery. The revenue bonds may be issued in coupon or in registered form, as provided in section 3 of this 1983 act, or both as the board of directors may determine, and provisions may be made for the registration of any coupon revenue bonds as to the principal alone and also as to both principal and interest and for the reconversion into coupon bonds of any bonds registered as to both principal and interest. A public corporation may sell revenue bonds at public or private sale for such price and bearing interest at such fixed or variable rate as may be determined by the board of directors.

(3) The proceeds of the revenue bonds of each issue shall be used solely for the payment of all or part of the project cost of or for the making of a loan in the amount of all or part of the project cost of the industrial development facility for which authorized and shall be disbursed in such manner and under such restrictions, if any, provided in the resolution authorizing the issuance of the revenue bonds or in the trust agreement securing the

bonds. If the proceeds of the revenue bonds of any series issued with respect to the cost of any industrial development facility exceeds the cost of the industrial development facility for which issued, the surplus shall be deposited to the credit of the debt service fund for the revenue bonds or used to purchase revenue bonds in the open market.

(4) A public corporation may issue interim notes in the manner provided for the issuance of revenue bonds to fund industrial development facilities prior to issuing other revenue bonds to fund such facilities. A public corporation may issue revenue bonds to fund industrial development facilities that are exchangeable for other revenue bonds when these other revenue bonds are executed and available for delivery.

(5) The principal of and interest on any revenue bonds issued by a public corporation shall be secured by a pledge of unexpended bond proceeds and the revenues and receipts received by the public corporation from the industrial development facilities funded by the revenue bonds pursuant to financing documents. The resolution under which the revenue bonds are authorized to be issued and any financing document may contain agreements and provisions respecting the maintenance or use of the industrial development facility covered thereby, the fixing and collection of rents, purchase price payments or loan payments, the creation and maintenance of special funds from such revenues or from revenue bond proceeds, the rights and remedies available in the event of default, and other provisions relating to the security for the bonds, all as the board of directors consider advisable which are not in conflict with this chapter.

(6) The governing body of the municipality under whose auspices the public corporation is created shall approve by resolution any agreement to issue revenue bonds adopted by a public corporation, which agreement and resolution shall set out the amount and purpose of the revenue bonds. Additionally, no issue of revenue bonds, including refunding bonds, may be sold and delivered by a public corporation without a resolution of the governing body of the municipality under whose auspices the public corporation is created, adopted no more than sixty days before the date of sale of the revenue bonds specifically, approving the resolution of the public corporation providing for the issuance of the revenue bonds.

(7) All revenue bonds issued under this chapter and ~~((and))~~ any interest coupons applicable thereto are negotiable instruments within the meaning of Article 8 of the Uniform Commercial Code, Title 62A RCW, regardless of form or character.

(8) Notwithstanding subsections (1) and (2) of this section, such bonds and interim notes may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 116. Section 43.52.3411, chapter 8, Laws of 1965 as amended by section 2, chapter 1, Laws of 1981 1st ex. sess. and RCW 43.52.3411 are each amended to read as follows:

For the purposes provided for in this chapter, an operating agency shall have power to issue revenue bonds or warrants payable from the revenues of the utility properties operated by it. Whenever the board of a joint operating agency shall deem it advisable to issue bonds or warrants to construct or acquire any public utility or any works, plants or facilities or any additions or betterments thereto or extensions thereof it shall provide therefor by resolution, which shall specify and adopt the system or plan proposed and declare the estimated cost thereof as near as may be. Such cost may include funds for working capital, for payment of expenses incurred in the acquisition or construction of the utility and for the repayment of advances made to the operating agency by any public utility district or city. Except as otherwise provided in RCW 43.52.343, all the provisions of law as now or hereafter in effect relating to revenue bonds or warrants of public utility districts shall apply to revenue bonds or warrants issued by the joint operating agency including, without limitation, provisions relating to: The creation of special funds and the pledging of revenues thereto; the time and place of payment of such bonds or warrants and the interest rate or rates thereon; the covenants that may be contained therein and the effect thereof; the execution, issuance, sale, funding, or refunding, redemption and registration of such bonds or warrants; and the status thereof as negotiable instruments, as legal securities for deposits of public moneys and as legal investments for trustees and other fiduciaries and for savings and loan associations, banks and insurance companies doing business in this state. However, for revenue bonds or warrants issued by an operating agency, the provisions under RCW 54.24.030 relating to additional or alternate methods for payment may be made a part of the contract with the ~~((holders))~~ owners of any revenue bonds or warrants of an operating agency. The board may authorize the managing director or the treasurer of the operating agency to sell revenue bonds or warrants maturing one year or less from the date of issuance, and to fix the interest rate or rates on such revenue bonds or warrants with such restrictions as the board shall prescribe. Such bonds and warrants may be in any form, including bearer bonds or bearer warrants, or registered bonds or registered warrants as provided in section 3 of this 1983 act. Such bonds and warrants may also be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 117. Section 2, chapter 80, Laws of 1969 ex. sess. as amended by section 1, chapter 216, Laws of 1982 and RCW 43.80.110 are each amended to read as follows:

Fiscal agencies shall be appointed for the payment of bonds and any coupons issued by this state or by any subdivision thereof. The appointed fiscal agencies may be located in any major city of the country. No bonds hereafter issued by this state or by any affected subdivision thereof, shall be by their terms made payable at a specific place other than: (1) The office of the designated fiscal agencies; (2) offices of the state or local treasurers or

fiscal offices of any affected subdivision; or (3) the offices of trustees if provided for in the indenture, as provided for by the terms of the bonds. As used in this chapter, bonds do not include short-term obligations. Fiscal agencies may be authorized to register bonds in accordance with section 3 of this 1983 act.

Bonds and any coupons of subdivisions may be paid at one or more of the state's fiscal agents and/or at the office of the state treasurer or offices of local treasurers as provided for in the terms of the bonds.

Sec. 118. Section 47.56.140, chapter 13, Laws of 1961 as last amended by section 62, chapter 56, Laws of 1970 ex. sess. and RCW 47.56.140 are each amended to read as follows:

The revenue bonds may be issued and sold by the ~~((authority))~~ department of transportation from time to time and in such amounts as it deems necessary to provide sufficient funds for the construction of the bridge, and to pay interest on outstanding bonds issued for its construction during the period of actual construction and for six months after completion thereof.

The ~~((authority))~~ department of transportation shall determine the form, conditions, and denominations of the bonds, and the maturity dates which the bonds to be sold shall bear and the interest rate thereon. All bonds of the same issue need not bear the same interest rate. Principal and interest of the bonds ~~((shall))~~ may be payable at such place as determined by the ~~((authority, and may contain provisions for registration as to principal or interest, or both))~~ department. They ~~((shall))~~ may be in ~~((coupon))~~ any form including bearer bonds or registered bonds as provided in section 3 of this 1983 act, with interest payable at such times as determined by the ~~((authority))~~ department, and shall mature at such times and in such amounts as the ~~((authority))~~ department prescribes. The ~~((authority))~~ department may provide for the retirement of the bonds at any time prior to maturity, and in such manner and upon payment of such premiums as it may determine in the resolution providing for the issuance of the bonds. All such bonds shall be signed by the state auditor and countersigned by the governor and any interest coupons appertaining thereto shall bear the signature of the state auditor. The countersignature of the governor on such bonds and the signature of the state auditor on ~~((such))~~ any coupons may be their printed or lithographed facsimile signatures. Successive issues of such bonds within the limits of the original authorization shall have equal preference with respect to the redemption thereof and the payment of interest thereon. The ~~((authority))~~ department may fix different maturity dates, serially or otherwise, for successive issues under any one original authorization. The bonds shall be negotiable instruments under the law merchant. All bonds issued and sold hereunder shall be sold on sealed bids to the highest and best bidder after such advertising for bids as the ~~((authority))~~ department deems proper. The ~~((authority))~~ department may reject any and all bids and may thereafter sell the bonds at private sale under such terms and

conditions as it deems most advantageous to its own interests; but not at a price below that of the best bid which was rejected. The ~~((authority))~~ department may contract loans and borrow money through the sale of bonds of the same character as those herein authorized, from the United States or any agency thereof, upon such conditions and terms as may be agreed to and the bonds shall be subject to all the provisions of this chapter, except the requirement that they be first offered at public sale.

Temporary or interim bonds, certificates, or receipts, of any denomination, and with or without coupons attached, signed by the state auditor, may be issued and delivered until bonds are executed and available for delivery.

Sec. 119. Section 49, chapter 145, Laws of 1967 ex. sess. and RCW 47.56.243 are each amended to read as follows:

After transfer of such moneys pursuant to RCW 47.56.242, all valid claims against such accounts, including proper claims for refunds for unused commute media and other prepaid toll fees, may be satisfied, and any outstanding bonds or any coupons may be redeemed by payment from the motor vehicle fund upon proper application to and approval by the ~~((highway commission))~~ department of transportation.

Neither the provisions of this section nor of RCW 47.56.242 shall be construed to preclude any remedy otherwise available to bond owners or coupon holders.

Sec. 120. Section 34, chapter 34, Laws of 1939 as last amended by section 1, chapter 221, Laws of 1959 and RCW 52.16.020 are each amended to read as follows:

In each county in which a fire protection district is situated, there are hereby created in the county treasurer's office, for the use of each said district, the following funds: (1) Expense fund; (2) ~~((coupon warrant fund; (3)))~~ reserve fund; ~~((4))~~ (3) local improvement district No. fund; and ~~((5))~~ (4) general obligation bond fund. All taxes levied for administrative, operative, and maintenance purposes and for the purchase of fire-fighting equipment and apparatus and for the housing thereof, when collected, and proceeds from the sale of ~~((coupon warrants))~~ general obligation bonds shall be placed by the county treasurer in the expense fund. All taxes levied for the payment of ~~((coupon warrants))~~ general obligation bonds and interest thereon, when collected, shall be placed by the county treasurer in the ~~((coupon warrant))~~ general obligation bond fund. ~~((Proceeds from the sale of general obligation bonds shall be placed by the county treasurer in the expense fund.))~~ The board of fire commissioners may include in its annual budget items of possible outlay to be provided for and held in reserve for any district purpose, and taxes shall be levied therefor, and all such taxes, when collected, shall be placed by the county treasurer in the reserve fund; said reserve fund, or any part thereof, may be transferred by the county treasurer to any other funds of the district at any time

upon order of the board of fire commissioners. All special ~~((taxes))~~ assessments levied against the lands in any improvement district within the district, when collected, shall be placed by the county treasurer in the local improvement district fund for such local improvement district.

Sec. 121. Section 37, chapter 34, Laws of 1939 and RCW 52.16.050 are each amended to read as follows:

The county treasurer shall pay out money received for the account of the district upon warrants issued by the county auditor against the proper funds of the district. Said warrants shall be issued on vouchers approved and signed by a majority of the district board and by the secretary thereof. The county treasurer shall also be authorized to pay ~~((coupon warrants))~~ general obligation bonds and the accrued interest thereon in accordance with their terms out of the ~~((coupon warrant))~~ general obligation bond fund ~~((upon presentation of such warrants or interest coupons thereof))~~ when interest or principal payments become due. The county treasurer shall report in writing monthly to the secretary of the district the amount of money held by him in each fund and the amounts of receipts and disbursements for each fund during the preceding month.

Sec. 122. Section 3, chapter 176, Laws of 1953 as last amended by section 66, chapter 56, Laws of 1970 ex. sess. and RCW 52.16.061 are each amended to read as follows:

(1) The board of fire commissioners of the district shall have authority to contract indebtedness and to refund same for any general district purpose, including expenses of maintenance, operation and administration, and the acquisition of firefighting facilities, and evidence the same by the issuance and sale at par plus accrued interest of ~~((coupon warrants))~~ general obligation bonds of the district in such denominations, in such form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act, and payable at such time or times not longer than six years from the issuing date of ~~((said coupon warrants))~~ the bonds; said date to be specified thereon, as the board shall determine and provide. Such ~~((coupon warrants shall be payable to bearer, shall have interest coupons attached providing for the payment of))~~ bonds shall pay interest at such rate or rates as authorized by the board, payable semiannually on the first day of January and of July following in each year: PROVIDED, That at the option of district board the aggregate amount of ~~((coupon warrants))~~ bonds may include a sum sufficient to pay the annual interest thereon for a period not exceeding one year from the issuing date of the ~~((coupon warrants))~~ bonds and in that event such interest shall be taken from the proceeds of the sale of the ~~((coupon warrants))~~ bonds and immediately placed in the ~~((coupon warrant))~~ general obligation fund of the district, for the payment of the interest ~~((coupons maturing))~~ payments becoming due during the first year of the ~~((coupon warrants. The issuance of the coupon warrants, prior to delivery~~

~~thereof to the purchaser, shall be recorded in the office of the county treasurer in a book kept for that purpose. Said coupon warrants when issued shall constitute general obligations of the district. All outstanding district warrants of every kind shall outlaw and become void after six years, from the maturity date thereof where money shall be available in the proper fund of the district within that time for their payment))~~ bonds. Such bonds may also be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 123. Section 39, chapter 34, Laws of 1939 as last amended by section 1, chapter 130, Laws of 1975 1st ex. sess. and RCW 52.16.070 are each amended to read as follows:

Except as authorized by virtue of the issuance and sale of ~~((district coupon warrants and))~~ general obligation bonds, and the creation of local improvements districts and the issuance of local improvement bonds and warrants of the fire protection district, the board of fire commissioners shall have no authority to incur expenses or other financial obligations payable in any year in excess of the aggregate amount of taxes levied for that year, revenues derived from contracts, leases and fire protection services rendered to any other municipal corporation, person, firm or corporation, or state agency, grants, bequests, gifts or donations whether received from governmental or nongovernmental sources, and the cash balances on hand in the expense and reserve funds of the district on the first day of that year. In the event that there are any unpaid warrants drawn on any district fund or funds for expenses and obligations incurred outstanding at the end of any calendar year, the same may be paid from taxes collected in the subsequent year or years, revenues, grants, bequests, gifts or donations.

Sec. 124. Section 5, chapter 24, Laws of 1951 2nd ex. sess. as last amended by section 67, chapter 56, Laws of 1970 ex. sess. and RCW 52.16.100 are each amended to read as follows:

(i) Bonds issued pursuant to RCW 52.16.080 and 52.16.090 shall be serial in form and maturity and numbered from one up consecutively. They shall bear interest at a rate or rates as authorized by the board of fire commissioners, payable semiannually from date of said bonds until the principal thereof is paid ~~((with interest coupons evidencing such interest to be attached thereto))~~. The first annual maturity shall be two years from the date of issue of ~~((said))~~ such bonds and the various annual maturities shall be as nearly as practicable in such amounts as will, together with the interest on all outstanding bonds, be met by equal annual tax levies for the payment of the principal and interest of said bonds. Bonds issued under ~~((this act))~~ RCW 52.16.080 and 52.16.090 may not run for more than twenty years from the date of issue and except for bond No. 1, may only be in multiples of one hundred dollars. Such bonds may be in any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 125. Section 6, chapter 24, Laws of 1951 2nd ex. sess. and RCW 52.16.110 are each amended to read as follows:

(1) Such bonds shall be signed by the chairman of the board of fire commissioners and attested by the secretary of said board under the seal of the district and ~~((the))~~ any interest coupons to be attached thereto shall be signed with the facsimile signatures of said officials. Said bonds shall be sold in such manner as the board of fire commissioners shall deem to be for the best interest of the district and at a price not less than par.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 126. Section 8, chapter 24, Laws of 1951 2nd ex. sess. as last amended by section 52, chapter 195, Laws of 1973 1st ex. sess. and RCW 52.16.130 are each amended to read as follows:

To carry out the purposes for which fire protection districts are created, the board of fire commissioners of any such district is hereby authorized to levy each year, in addition to the levy or levies provided in ~~((this act))~~ RCW 52.16.120 for the payment of the principal and interest of any outstanding general obligation bonds ~~((and the levies necessary to pay the principal and interest of any coupon warrants heretofore issued and outstanding))~~, an ad valorem tax on all taxable property located in such district not to exceed fifty cents per thousand dollars of assessed value: PROVIDED, That in no case may the total general levy for all purposes, except the levy for the retirement of general obligation bonds, exceed one dollar per thousand dollars of assessed value. Levies in excess of one dollar per thousand dollars of assessed value or in excess of aggregate dollar rate limitations or both may be made for any district purpose when so authorized at a special election under the provisions of RCW 84.52.052. Any such tax when so levied shall be certified to the proper county officials for the collection of the same as for other general taxes. Such taxes when collected shall be placed in the appropriate district fund or funds as provided by law, and shall be paid out on warrants of the auditor of the county in which the district is situated, upon authorization of the board of fire commissioners of such district.

Sec. 127. Section 9, chapter 24, Laws of 1951 2nd ex. sess. as amended by section 53, chapter 195, Laws of 1973 1st ex. sess. and RCW 52.16.140 are each amended to read as follows:

Notwithstanding the limitation of dollar rates contained in RCW 52.16.130, the board of fire commissioners of any such district is hereby authorized to levy, in addition to any levy for the payment of the principal and

interest of any outstanding general obligation bonds (~~and levies necessary to pay the principal and interest of any coupon warrants heretofore issued and outstanding~~), an ad valorem tax on all property located in such district of not to exceed fifty cents per thousand dollars of assessed value when such levy will not take dollar rates which other taxing districts may lawfully claim and which will not cause the combined levies to exceed the constitutional and/or statutory limitations, and such additional levy, or any portion thereof, may also be made when dollar rates of other taxing units is released therefor by agreement with the other taxing units from their authorized levies.

Sec. 128. Section 9, chapter 53, Laws of 1961 as last amended by section 54, chapter 195, Laws of 1973 1st ex. sess. and RCW 52.16.160 are each amended to read as follows:

Notwithstanding the limitation of dollar rates contained in RCW 52.16.130, and in addition to any levy for the payment of the principal and interest of any outstanding general obligation bonds (~~and levies necessary to pay the principal and interest of any coupon warrants heretofore issued and outstanding~~) and in addition to any levy authorized by RCW 52.16.130, 52.16.140 or any other statute, if in any county where there are one or more townships in existence making annual tax levies and such township or townships are disorganized as a result of a county-wide disorganization procedure prescribed by statute and is no longer making any tax levy, or any township or townships for any other reason no longer makes any tax levy, the board of fire commissioners of any fire protection district within such county is hereby authorized to levy each year an ad valorem tax on all taxable property within such district of not to exceed fifty cents per thousand dollars of assessed value, which levy may be made only if it will not cause the combined levies to exceed the constitutional and/or statutory limitations.

Sec. 129. Section 45, chapter 34, Laws of 1939 as last amended by section 68, chapter 56, Laws of 1970 ex. sess. and RCW 52.20.060 are each amended to read as follows:

(1) Said district board shall also have authority, if in accordance with the adopted means of financing said local improvement district, to issue and sell at par and accrued interest coupon or registered warrants payable within three years from the date thereof exclusively from the local improvement fund of the district. Such coupon or registered warrants shall (~~be payable with~~) bear semiannual interest (~~to bearer~~) and shall be in such form as the board shall determine and shall state on their face that they are payable exclusively from the local improvement fund of the district (~~and shall be registered in the county treasurer's office, as provided herein for the registry of general coupon warrants of the district~~). Interest (~~coupons thereon~~) shall be payable on the first day of January and of July. Such warrants may be registered as provided in section 3 of this 1983 act.

(2) Notwithstanding subsection (1) of this section, such warrants may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 130. Section 1, chapter 255, Laws of 1947 and RCW 52.34.010 are each amended to read as follows:

The board of fire commissioners of any fire protection district now existing or which may hereafter be organized under the laws of the state of Washington may commence a special proceeding in the superior court of the state of Washington in and by which the proceedings for the organization of the fire district or for the formation of any local improvement district therein, or proceedings for the authorization, issuance and sale of coupon or registered warrants or general obligation bonds issued pursuant to RCW 52.16.061, either of the fire district or for a local improvement district therein, or both, whether such bonds or coupon or registered warrants, or any of them, have or have not been sold, or proceedings for any contract of the district involving the fire district or any local improvement district therein and any other proceedings which may affect the legality of the proceedings concerned or any or all of the proceedings above outlined, may be judicially examined, approved and confirmed.

Sec. 131. Section 6, chapter 255, Laws of 1947 and RCW 52.34.060 are each amended to read as follows:

Upon the hearing of such special proceedings, the court shall have power and jurisdiction to examine and determine the legality and validity of, and to approve and confirm, each and all of the proceedings for the organization of the fire protection district and for the formation of any local improvement district therein under the provisions of the law relating to such districts from and including the petition for the organization of the fire district and for the formation of any local improvement district therein and all other proceedings which affect the legality of said districts, or the validity and legality of any coupon or registered warrants or bonds either of the fire district or for a local improvement district therein and all proceedings had by the fire district for any contract of the district involving the fire district or any local improvement district therein, and any other proceeding which may affect the legality of any of the proceedings concerned.

Sec. 132. Section 6, chapter 65, Laws of 1955 and RCW 53.08.050 are each amended to read as follows:

(1) A district may establish local improvement districts within the district, and levy special assessments, in annual installments extending over a period not exceeding ten years on all property specially benefited by the local improvement, on the basis of special benefits, to pay in whole or in part the damages or costs of the local improvement, and issue local improvement bonds to be paid from local improvement assessments. The levy and collection of such assessments and issuance of such bonds shall be as provided for

the levy and collection of local improvement assessments and the issuance of local improvement bonds by cities (~~(of the first class)~~) and towns, insofar as consistent with this title: **PROVIDED**, That the duties of the treasurers of such cities and towns in connection therewith shall be performed by the county treasurer. Such bonds may be in any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 133. Section 3, chapter 236, Laws of 1959 as last amended by section 69, chapter 56, Laws of 1970 ex. sess. and RCW 53.34.030 are each amended to read as follows:

Whenever any port district shall determine to acquire or construct any one or more projects authorized under the provisions of this chapter, the commission of such district shall have the power and is authorized to issue negotiable revenue bonds and notes from time to time in one or more series or installments in such principal amount as, in the opinion of the commission, shall be necessary to provide sufficient money for the acquisition, construction, reconstruction, extension or improvement thereof as set forth in RCW 53.34.010, including engineering, inspection, legal and financial fees and costs, working capital, interest on such bonds and notes during construction and for a reasonable period thereafter, establishment of reserves to secure such bonds and notes and all other expenditures of such district incidental, necessary or convenient to the establishment of such projects on a sound financial basis, and to issue negotiable revenue bonds and notes for the purpose of renewing or refunding such outstanding bonds and notes in whole or in part at or prior to maturity. All such revenue bonds or notes (~~(and coupons thereto attached)~~) shall be negotiable instruments within the meaning and purposes of the negotiable instruments law and shall be sold by the commission in such manner and for such price as the commission deems for the best interests of the district: **PROVIDED**, That the bonds and warrants may be in any form, including bearer bonds or bearer notes, or registered bonds or registered notes as provided in section 3 of this 1983 act. The commission may provide in any contract for the construction or acquisition of all or any part of a project or projects or for the additions or betterments thereto or extensions or improvements thereof that payment therefor shall be made only in such revenue bonds or notes (~~(=PROVIDED FURTHER, That)~~). Any revenue bonds issued under the authority of this act shall have a final maturity not to exceed forty years from date of issue.

Sec. 134. Section 4, chapter 236, Laws of 1959 as last amended by section 70, chapter 56, Laws of 1970 ex. sess. and RCW 53.34.040 are each amended to read as follows:

(1) Revenue bonds and notes may be issued by one or more resolutions and may be secured by trust agreement by and between the district and one

or more corporate trustees, depositories, or fiscal agents, which may be any trust company or state or national bank having powers of a trust company within or without the state of Washington. Such bonds or notes shall bear such date or dates, mature at such time or times, bear interest at such rate or rates, be in such denominations, be in such form either coupon or registered as provided in section 3 of this 1983 act, carry such registration privileges, be executed in such manner, be payable in such medium of payment at such place or places within or without the state of Washington, and be subject to such terms of redemption and at such redemption premiums as such resolution, resolutions, or trust agreements may provide. No proceedings for the issuance of such bonds or notes shall be required other than those required by the provisions of this chapter, and none of the provisions of any other laws relative to the terms and conditions for the issuance, payment, redemption, registration, sale or delivery of bonds of public bodies, corporation, or political subdivisions of this state shall be applicable to bonds or notes issued by port districts pursuant to this chapter.

(2) Notwithstanding subsection (1) of this section, such bonds and notes may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 135. Section 5, chapter 236, Laws of 1959 and RCW 53.34.050 are each amended to read as follows:

Any resolution, resolutions, or trust agreements authorizing the issuance of any bonds or notes of a port district may contain covenants and agreements on the part of the district to protect and safeguard the security and payment of such bonds or notes, which shall be a part of the contract with the ((holders)) owners of such obligations thereby authorized as to:

(1) Pledging all or any part of the revenues, income, receipts, profits and other moneys derived by the district issuing such obligations from the ownership, operation, management, lease, or sale of any one or more of the projects constructed from the proceeds thereof to secure the payment of bonds or notes;

(2) The establishment and collection of rates, rentals, tolls, charges, license, and other fees to be charged by the district and the amounts to be raised in each year for the services and commodities sold, leased, furnished, or supplied by any one or more of the projects established from the proceeds of such obligations, and the deposit, use, and disposition of the revenues of the district received therefrom;

(3) The setting aside of reserves or sinking funds for such obligations, and the deposit, investment, and disposition thereof;

(4) Limitations on the purpose or purposes to which the proceeds of sale of any issue of bonds or notes then or thereafter issued payable from the revenues of any such project or projects may be applied, and pledging such proceeds to secure the payment of such bonds or notes;

(5) Limitations on the issuance of additional revenue bonds or notes of the district, the terms and conditions upon which such additional revenue bonds or notes may be issued and secured, and the refunding of outstanding or other bonds or notes;

(6) The procedure, if any, by which the terms of any contract with ~~((bondholders))~~ bond owners may be amended or abrogated, the amount of bonds or notes the ~~((holders))~~ owners of which must consent thereto, and the manner in which such consent may be given;

(7) Limitations on the amount of moneys derived from any project or projects to be expended for operating, administrative or other expenses of the district in connection with any such project or projects;

(8) The employment of independent auditors and engineers or other technical consultants to advise and assist the district in the operation, management, and improvement of any project or projects;

(9) Limitations or prohibitions on rendering free service in connection with any project or projects;

(10) Specifying conditions constituting events of default and vesting in one or more trustees including trustees which may be appointed by the ~~((bondholders and noteholders))~~ bond owners and note owners, such special rights, property rights, powers, and duties with respect to the property and revenues of any project or projects as the commission of the district may deem advisable the better to secure the payment of such bonds and notes;

(11) Prescribing conditions controlling the acquisition, sale, lease, or other disposition of real and personal property used or useful in connection with any project or projects, the amount and kinds of policies of insurance to be carried by the district in connection therewith, and the use and disposition of the proceeds of policies of insurance; and

(12) Any other matters of like or different character which in any way affect the security or protection of bonds or notes of the district.

Sec. 136. Section 12, chapter 92, Laws of 1911 as amended by section 2, chapter 179, Laws of 1921 and RCW 53.36.040 are each amended to read as follows:

(1) Any port commission is hereby authorized, prior to the receipt of taxes raised by levy, to borrow money or issue the warrants of the district in anticipation of the revenues to be derived by such district and such warrants shall be redeemed from the first money available from such taxes when collected. Such warrants may be in any form, including bearer warrants or registered warrants as provided in section 3 of this 1983 act.

(2) Notwithstanding subsection (1) of this section, such warrants may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 137. Section 4, chapter 59, Laws of 1957 as last amended by section 73, chapter 56, Laws of 1970 ex. sess. and RCW 53.40.030 are each amended to read as follows:

(1) The port commission shall determine the form, conditions, and denominations of all such bonds, the maturity date or dates which the bonds so sold shall bear, and the interest rate or rates thereon. It shall not be necessary that all bonds of the same authorized issue bear the same interest rate or rates. Principal and interest of the bonds shall be payable at such place or places as may be fixed and determined by the port commission. The bonds may contain provisions for registration thereof as to principal only or as to both principal and interest as provided in section 3 of this 1983 act. The bonds shall ~~((be issued in coupon form with))~~ have interest payable at such time or times as may be determined by the port commission and in such amounts as it may prescribe. The port commission may provide for retirement of bonds issued under this chapter at any time or times prior to their maturity, and in such manner and upon the payment of such premiums as may be fixed and determined by resolution of the port commission.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 138. Section 4, chapter 122, Laws of 1949 as last amended by section 4, chapter 183, Laws of 1959 and RCW 53.40.040 are each amended to read as follows:

Bonds issued under the provisions of this chapter shall be payable solely out of operating revenues of the port district. Such bonds shall be authorized by resolution adopted by the port commission, which resolution shall create a special fund or funds into which the port commission may obligate and bind the port district to set aside and pay any part or parts of, or all of, or a fixed proportion of, or a fixed amount of the gross revenue of the port district for the purpose of paying the principal of and interest on such bonds as the same shall become due, and if deemed necessary to maintain adequate reserves therefor. Such fund or funds shall be drawn upon solely for the purpose of paying the principal and interest upon the bonds issued pursuant to this chapter.

The bonds shall be negotiable instruments within the provisions and intent of the negotiable instruments law of this state, even though they shall be payable solely from such special fund or funds, and the tax revenue of the port district may not be used to pay, secure, or guarantee the payment of the principal of and interest on such bonds. The bonds and ~~((the))~~ any coupons attached thereto shall state upon their face that they are payable solely from such special fund or funds. If the port commission fails to set aside and pay into such fund or funds the payments provided for in such resolution, the ~~((holder))~~ owner of any such bonds may bring suit to compel compliance with the provisions of the resolution.

Sec. 139. Section 9, chapter 122, Laws of 1949 as last amended by section 74, chapter 56, Laws of 1970 ex. sess. and RCW 53.40.110 are each amended to read as follows:

(1) The bonds issued pursuant to the provisions of this chapter shall bear interest at such rate or rates as authorized by the port commission; shall be signed on behalf of the port district by the president of the port commission and shall be attested by the secretary of the port commission, one of which signatures may be a facsimile signature, and shall have the seal of the port district impressed thereon; ~~((each of the))~~ any interest coupons attached thereto shall be signed by the facsimile signatures of said officials. Such bonds shall be sold in the manner and at such price as the port commission shall deem best, either at public or private sale.

The port commission may provide such covenants as it may deem necessary to secure the payment of the principal of and interest on such bonds and may but shall not be required to include covenants to create a reserve fund or account and to authorize the payment or deposit of certain moneys therein for the purpose of securing the payment of such principal and interest; to establish, maintain, and collect tariffs, rates, charges, fees, rentals, and sales prices on facilities and services the income of which is pledged for the payment of such bonds, sufficient to pay or secure the payment of such principal and interest and to maintain an adequate coverage over annual debt service; and to make any and all other covenants not inconsistent with the provisions of this chapter which will increase the marketability of such bonds. The port commission may also provide that revenue bonds payable out of the same source or sources may later be issued on a parity with any revenue bonds being issued and sold. The provisions of this chapter and any resolution or resolutions providing for the authorization, issuance, and sale of such bonds shall constitute a contract with the ~~((holders))~~ owners of such bonds, and the provisions thereof shall be enforceable by any owner ~~((or holder))~~ of such bonds by mandamus or any appropriate suit, action or proceeding at law or in equity in any court of competent jurisdiction.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 140. Section 8, chapter 122, Laws of 1949 as last amended by section 75, chapter 56, Laws of 1970 ex. sess. and RCW 53.40.130 are each amended to read as follows:

(1) The port commission of any port district may by resolution, from time to time, provide for the issuance of funding or refunding revenue bonds to fund or refund any outstanding revenue warrants, bonds, and any premiums and interest due thereon ~~((and matured coupons evidencing interest upon any such bonds))~~ at or before the maturity of such warrants or bonds, and may combine various outstanding revenue warrants and parts or all of various series and issues of outstanding revenue bonds and any matured coupons in the amount thereof to be funded or refunded.

The port commission shall create a special fund for the sole purpose of paying the principal of and interest on such funding or refunding revenue

bonds, into which fund the commission shall obligate and bind the port district to set aside and pay any part or parts of, or all of, or a fixed proportion of, or a fixed amount of the gross revenue of the port district sufficient to pay such principal and interest as the same shall become due, and if deemed necessary to maintain adequate reserves therefor.

Such funding or refunding bonds shall be negotiable instruments within the provisions and intent of the negotiable instruments law of this state, and the tax revenue of the port district may not be used to pay, secure, or guarantee the payment of the principal of and interest on such bonds. Such bonds may be in any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act.

The port district may exchange such funding or refunding bonds for the warrants, bonds, and any coupons being funded or refunded, or it may sell such funding or refunding bonds in the manner, at such rate or rates of interest and at such price as the port commission shall deem to be for the best interest of the district and its inhabitants, either at public or private sale.

The provisions of this chapter relating to the terms, conditions, covenants, issuance, and sale of revenue bonds shall be applicable to such funding or refunding bonds except as may be otherwise specifically provided in this section.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 141. Section 3, chapter 7, Laws of 1941 and RCW 53.43.030 are each amended to read as follows:

(1) Such funding or refunding bonds shall be the general obligation bonds of the district issuing the same, payable out of and from annual taxes upon all the taxable property within the port district levied and collected as are other port district taxes. Such bonds shall run for a period of not exceeding twenty years from date thereof, and shall mature and be payable on the amortization plan prescribed by RCW 39.44.010: PROVIDED, HOWEVER, That any such bonds may be issued to mature commencing at the end of the first year after date thereof, and the foregoing amortization plan may be departed from when, in view of other taxation and financial burdens of any such port district, it shall be to the advantage of the port district and of the owners of the property therein, in the judgment of the board of commissioners thereof, to depart from such amortization plan; and said bonds or any part thereof maturing on or after ten years from date thereof may be made redeemable on any interest payment date prior to their dates of fixed maturity, at the option of the port district, upon such prior notice thereof as shall be determined by resolution of said board and as expressed upon the face of the bonds thus subjected to the right of prior redemption. The board of commissioners shall have the right to apply to the payment of said bonds

and to the prior redemption thereof any other moneys or funds belonging to said port district which are legally available for such purpose.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act): PROVIDED, That the issuance of such bonds shall be subject to RCW 53.43.040(2).

Sec. 142. Section 4, chapter 7, Laws of 1941 as amended by section 17, chapter 156, Laws of 1981 and RCW 53.43.040 are each amended to read as follows:

(1) Such funding or refunding bonds shall bear interest at a rate or rates fixed by the board after the sale of said bonds, or, in the event of the issuance thereof by exchange, prior to such exchange; and the form of said bonds ((and interest coupons which shall be attached thereto)), which may be bearer or registered as provided in section 3 of this 1983 act, their execution, and said bonds in all other respects, shall be as permitted by law and as provided by resolution of said board. Funding or refunding bonds may be issued by way of sale, or by exchange of such funding or refunding bonds for the warrants, bonds, or other instruments evidencing the indebtedness thus to be funded or refunded(~~(-PROVIDED, That)~~).

(2) Such funding or refunding bonds ((thus)) issued after sale ((thereof)) of such bonds, or by exchange thereof, shall not exceed, in principal amount, the principal and interest of the indebtedness thereby funded or refunded, and the funding or refunding bonds shall bear a lower rate of interest than the rate of interest borne by the indebtedness funded or refunded thereby.

(3) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 143. Section 2, chapter 239, Laws of 1947 as last amended by section 76, chapter 56, Laws of 1970 ex. sess. and RCW 53.44.020 are each amended to read as follows:

(1) Such funding or refunding bonds shall bear interest as fixed by the board after the sale of the bonds, or, in the event of the issuance thereof by exchange, prior to such exchange; and the form of the bonds ((and interest coupons which shall be attached thereto)), which may be bearer or registered as provided in section 3 of this 1983 act, their execution, and the bonds in all other respects, shall be as permitted by law and as provided by resolution of the board.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 144. Section 8, chapter 390, Laws of 1955 as amended by section 1, chapter 218, Laws of 1959 and RCW 54.16.070 are each amended to read as follows:

(1) A district may contract indebtedness or borrow money for any corporate purpose on its credit or on the revenues of its public utilities, and to evidence such indebtedness may issue general obligation bonds or revenue obligations, the general obligation bonds not to be sold for less than par and accrued interest; may issue and sell local utility district bonds of districts created by the commission, and may purchase with surplus funds such local utility district bonds, and may create a guaranty fund to insure prompt payment of all local utility district bonds.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 145. Section 14, chapter 390, Laws of 1955 and RCW 54.16.130 are each amended to read as follows:

The commission shall by resolution establish the method of procedure in all matters relating to local utility districts. A public utility district may determine by resolution what work shall be done or improvements made at the expense, in whole or in part, of the property specially benefited thereby; and adopt and provide the manner, machinery and proceedings in any way relating to the making and collecting of assessments therefor in pursuance thereof. Except as herein otherwise provided or as may hereafter be set forth by resolution, all matters and proceedings relating to the local utility district, the levying and collection of assessments, the issuance and redemption of local improvement warrants and bonds, and the enforcement of local assessment liens hereunder, shall be governed, as nearly as may be, by the laws relating to local improvements for cities ~~((of the first class))~~ and towns: PROVIDED, That no protest against a local utility district improvement shall be received after twelve o'clock noon of the day set for hearing. Such bonds and warrants may be in any form, including bearer bonds or bearer warrants, or registered warrants or registered bonds as provided in section 3 of this 1983 act. Such bonds and warrants may also be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

The commission may determine to finance the project by bonds or warrants secured by assessments against the property within the local utility district: Or it may finance the project by revenue bonds, in which case no bonds or warrants shall be issued by the local utility district, but assessments shall be levied upon the taxable property therein on the basis of special benefits up to, but not exceeding the total cost of the improvement and in such cases the entire principal and interest of such assessments shall be paid into a revenue bond fund of the district; to be used for the sole purpose of the payment of revenue bonds.

Sec. 146. Section 1, chapter 12, Laws of 1971 and RCW 54.24.018 are each amended to read as follows:

(1) Whenever the commission shall deem it advisable that the public utility district purchase, purchase and condemn, acquire, or construct any such public utility, or make any additions or betterments thereto, or extensions thereof, the commission shall provide therefor by resolution, which shall specify and adopt the system or plan proposed, and declare the estimated cost thereof, as near as may be, and specify whether general or utility indebtedness is to be incurred, the amount of such indebtedness, the amount of interest and the time in which all general bonds (if any) shall be paid, not to exceed thirty years. In the event the proposed general indebtedness to be incurred will bring the indebtedness of the public utility district to an amount exceeding three-fourths of one percent of the value of the taxable property of the public utility district, as the term "value of the taxable property" is defined in RCW 39.36.015, the proposition of incurring such indebtedness and the proposed plan or system shall be submitted to the qualified electors of said public utility district for their assent at the next general election held in such public utility district.

Whenever the commission (or a majority of the qualified voters of such public utility district, voting at said election, when it is necessary to submit the same to said voters) shall have adopted a system or plan for any such public utility, as aforesaid, and shall have authorized indebtedness therefor by a three-fifths vote of the qualified voters of such district, voting at said election, general or public utility bonds may be used as hereinafter provided. Said general bonds shall be serial in form and maturity and numbered from one upwards consecutively. The various annual maturities shall commence not later than the tenth year after the date of issue of such bonds. The general bonds may be in any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act. The resolution authorizing the issuance of the bonds shall fix the rate or rates of interest the bonds shall bear and the place and date of the payment of both principal and interest. The bonds shall be signed by the president of the commission, attested by the secretary of the commission, and the seal of the public utility district shall be affixed to each bond but not to ~~((the))~~ any coupons; PROVIDED, HOWEVER, That ~~((said))~~ any coupons, in lieu of being so signed, may have printed thereon ~~((a))~~ facsimiles of the signature of such officers. The principal and interest of such general bonds shall be paid from the revenue of such public utility district after deducting costs of maintenance, operation, and expenses of the public utility district, and any deficit in the payment of principal and interest of said general bonds shall be paid by levying each year a tax upon the taxable property within said district sufficient to pay said interest and principal of said bonds, which tax shall be due and collectible as any other tax. Said bonds shall be sold in such manner as the commission shall deem for the best interest of the district.

(2) All bonds and warrants issued under the authority of this ~~((act))~~ chapter shall be legal securities, which may be used by any bank or trust company for deposit with the state treasurer, or any county or city treasurer, as security for deposits, in lieu of a surety bond, under any law relating to deposits of public moneys.

(3) When the commission shall not desire to incur a general indebtedness in the purchase, condemnation and purchase, acquisition, or construction of any such public utility, or addition or betterment thereto, or extension thereof, it shall have the power to create a special fund or funds for the sole purpose of defraying the cost of such public utility, or addition or betterment thereto, or extension thereof, into which special fund or funds it may obligate and bind the district to set aside and pay a fixed proportion of the gross revenues of such public utility, or any fixed amount out of, and not exceeding a fixed proportion of, such revenues, or a fixed amount without regard to any fixed proportion, and to issue and sell revenue bonds or warrants bearing interest at such rate or rates, payable semiannually, executed in such manner, and payable at such times and places as the commission shall determine, but such bonds or warrants and the interest thereon, shall be payable only out of such special fund or funds. In creating any such special fund or funds, the commission shall have due regard to the cost of operation and maintenance of the plant or system as constructed or added to, and to any proportion or part of the revenues previously pledged as a fund for the payment of bonds or warrants, and shall not set aside into such special fund or funds a greater amount or proportion of the revenues and proceeds than, in its judgment, will be available over and above such cost of maintenance and operation and the amount or proportion, if any, of the revenues so previously pledged. Any such bonds or warrants, and interest thereon, issued against any such fund, as herein provided, shall be a valid claim of the ~~((holder))~~ owner thereof only as against the said special fund and its fixed proportion or amount of the revenue pledged to such fund, and shall not constitute an indebtedness of such district within the meaning of the constitutional provisions and limitations. Each such bond or warrant shall state on its face that it is payable from a special fund, naming such fund and the resolution creating it. Said bonds and warrants shall be sold in such manner as the commission shall deem for the best interests of the district~~((, and))~~. The commission may provide in any contract for the construction and acquisition of a proposed improvement or utility that payment therefor shall be made only in such bonds or warrants at the par value thereof. In all other respects, the issuance of such utility bonds or warrants and payment therefor shall be governed by the public utility laws for cities and towns. The revenue or utility bonds or warrants may be in any form, including bearer bonds or bearer warrants, or registered bonds or registered warrants as provided in section 3 of this 1983 act.

(4) Notwithstanding subsections (1) through (3) of this section, any of such bonds and warrants may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 147. Section 2, chapter 182, Laws of 1941 as amended by section 4, chapter 218, Laws of 1959 and RCW 54.24.030 are each amended to read as follows:

(1) Whenever the commission shall deem it advisable to issue revenue obligations for the purpose of defraying the cost or part of the cost of such public utility or any additions or betterments thereto or extensions thereof, it shall have power as a part of such plan and system to create a special fund or funds for the purpose of defraying the cost of such public utility, or additions or betterments thereto or extensions thereof, into which special fund or funds it may obligate and bind the district to set aside and pay a fixed proportion of the gross revenues of such public utility, and all additions or betterments thereto or extensions thereof, or any fixed amount out of, and not exceeding a fixed proportion of such revenues, or a fixed amount without regard to any fixed proportion, or an amount of such revenues equal to a fixed percentage of the aggregate principal amount of revenue obligations at any time issued against the special fund or funds, and to issue and sell revenue obligations payable as to both principal and interest only out of such fund or funds.

Such revenue obligations shall bear such date or dates, mature at such time or times, be in such denominations, be in such form, either coupon or registered, as provided in section 3 of this 1983 act, or both, carry such registration privileges, be made transferable, exchangeable, and interchangeable, be payable in such medium of payment, at such place or places, and be subject to such terms of redemption as the commission shall by resolution determine.

Any resolution or resolutions authorizing the issuance of any revenue obligations maturing in not exceeding six years from the date thereof (hereinafter in this section referred to as "short term obligations") may contain, in addition to all other provisions authorized by this title, and as an alternate method for the payment thereof, provisions which shall be a part of the contract with the holders of the short term obligations thereby authorized as to:

~~((+))~~ (a) Refunding the short term obligations at or prior to maturity and, if so provided, outstanding bonds by the issuance of revenue bonds of the district either by the sale of bonds and application of the proceeds to the payment of the short term obligations and outstanding bonds or by the exchange of bonds for the short term obligations;

~~((+))~~ (b) Satisfying, paying, or discharging the short term obligations at the election of the district by the tender or delivery of revenue bonds of the district in exchange therefor: PROVIDED, That the aggregate principal amount of bonds shall not exceed by more than five percent the aggregate

principal amount of the short term obligations, to satisfy, pay, or discharge said short term obligations for which the bonds are tendered or delivered;

~~((3))~~ (c) Exchanging or converting the short term obligations at the election of the ~~((holder))~~ owner thereof for or into the bonds of the district: PROVIDED, That the aggregate principal amount of the bonds shall not exceed by more than five percent the aggregate principal amount of the short term obligations to be exchanged for or converted into bonds;

~~((4))~~ (d) Pledging bonds of the district as collateral to secure payment of the short term obligations and providing for the terms and conditions of the pledge and the manner of enforcing the pledge, which terms and conditions may provide for the delivery of the bonds in satisfaction of the short term obligations: PROVIDED, That the aggregate principal amount of the bonds pledged shall not exceed by more than five percent the aggregate principal amount of the short term obligations to secure said short term obligations for which they are pledged;

~~((5))~~ (e) Depositing bonds in escrow or in trust with a trustee or fiscal agent or otherwise providing for the issuance and disposition of the bonds as security for carrying out any of the provisions in any resolution adopted pursuant to this section and providing for the powers and duties of the trustee, fiscal agent, or other depository and the terms and conditions upon which the bonds are to be issued, held and disposed of;

~~((6))~~ (f) Any other matters of like or different character which relate to any provision or provisions of any resolution adopted pursuant to this section.

A district shall have power to make contracts for the future sale from time to time of revenue obligations by which the purchasers shall be committed to purchase such revenue obligations from time to time on the terms and conditions stated in such contract; and a district shall have power to pay such consideration as it shall deem proper for such commitments.

(2) Notwithstanding subsection (1) of this section, such revenue obligations may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 148. Section 5, chapter 182, Laws of 1941 as amended by section 5, chapter 218, Laws of 1959 and RCW 54.24.040 are each amended to read as follows:

In creating any special fund for the payment of revenue obligations, the commission shall have due regard to the cost of operation and maintenance of the plant or system constructed or added to, and to any proportion or amount of the revenues previously pledged as a fund for the payment of revenue obligations, and shall not set aside into such special fund or funds a greater amount or proportion of the revenues and proceeds than in its judgment will be available over and above such cost of maintenance and operation and the amount or proportion, if any, of the revenues so previously pledged. Any such revenue obligations and interest thereon issued against

any such fund as herein provided shall be a valid claim of the ((holder)) owner thereof only as against such special fund and the proportion or amount of the revenues pledged to such fund, but shall constitute a prior charge over all other charges or claims whatsoever, including the charge or lien of any general obligation bonds against such fund and the proportion or amount of the revenues pledged thereto. Such revenue obligations shall not constitute an indebtedness of such district within the meaning of the constitutional provisions and limitations. Each revenue obligation shall state on its face that it is payable from a special fund, naming such fund and the resolution creating it, or shall describe such alternate method for the payment thereof as shall be provided by the resolution authorizing same.

It is the intention hereof that any pledge of the revenues or other moneys or obligations made by a district shall be valid and binding from the time that the pledge is made; that the revenues or other moneys or obligations so pledged and thereafter received by a district shall immediately be subject to the lien of such pledge without any physical delivery or further act, and that the lien of any such pledge shall be valid and binding as against any parties having claims of any kind in tort, contract, or otherwise against a district irrespective of whether such parties have notice thereof. Neither the resolution or other instrument by which a pledge is created need be recorded.

Sec. 149. Section 3, chapter 182, Laws of 1941 as last amended by section 6, chapter 218, Laws of 1959 and RCW 54.24.050 are each amended to read as follows:

Any resolution creating any such special fund or authorizing the issue of revenue obligations payable therefrom, or by such alternate method of payment as may be provided therein, shall specify the title of such revenue obligations as determined by the commission and may contain covenants by the district to protect and safeguard the security and the rights of the ((holders)) owners thereof, including covenants as to, among other things:

(1) The purpose or purposes to which the proceeds of sale of such obligations may be applied and the use and disposition thereof;

(2) The use and disposition of the gross revenues of the public utility, and any additions or betterments thereto or extensions thereof, the cost of which is to be defrayed with such proceeds, including the creation and maintenance of funds for working capital to be used in the operation of the public utility and for renewals and replacements to the public utility;

(3) The amount, if any, of additional revenue obligations payable from such fund which may be issued and the terms and conditions on which such additional revenue obligations may be issued;

(4) The establishment and maintenance of adequate rates and charges for electric energy, water, and other services, facilities, and commodities sold, furnished, or supplied by the public utility;

(5) The operation, maintenance, management, accounting, and auditing of the public utility;

(6) The terms and prices upon which such revenue obligations or any of them may be redeemed at the election of the district;

(7) Limitations upon the right to dispose of such public utility or any part thereof without providing for the payment of the outstanding revenue obligations; and

(8) The appointment of trustees, depositaries, and paying agents to receive, hold, disburse, invest, and reinvest all or any part of the income, revenues, receipts, and profits derived by the district from the operation, ownership, and management of its public utility.

Sec. 150. Section 4, chapter 182, Laws of 1941 as last amended by section 78, chapter 56, Laws of 1970 ex. sess. and RCW 54.24.060 are each amended to read as follows:

(1) Such utility revenue obligations shall be sold and delivered in such manner, at such rate or rates of interest and for such price or prices and at such time or times as the commission shall deem for the best interests of the district. The commission may, if it deem it to the best interest of the district, provide in any contract for the construction or acquisition of the public utility, or the additions or betterments thereto or extensions thereof, that payment therefor shall be made only in such revenue obligations at the par value thereof.

(2) Notwithstanding subsection (1) of this section, such obligations may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 151. Section 9, chapter 182, Laws of 1941 as last amended by section 2, chapter 37, Laws of 1981 and RCW 54.24.100 are each amended to read as follows:

(1) All revenue obligations, including funding and refunding revenue obligations, shall be executed in such manner as the commission may determine: PROVIDED, That warrants may be signed as provided in RCW 54.24.010. ((The)) Any interest coupons attached to any revenue obligations may be executed with facsimile or lithographed signatures, or otherwise, as the commission may determine.

(2) Notwithstanding subsection (1) of this section, such obligations may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 152. Section 1, chapter 150, Laws of 1957 and RCW 54.24.200 are each amended to read as follows:

Every public utility district in the state is hereby authorized, by resolution, to create a fund for the purpose of guaranteeing, to the extent of such fund, and in the manner hereinafter provided, the payment of such of its local improvement bonds and/or warrants as the commission may determine

issued to pay for any local improvement within any local utility district established within the boundaries of the public utility district. Such fund shall be designated "local improvement guaranty fund, public utility district No.". For the purpose of maintaining such fund the public utility district shall set aside and pay into it such proportion as the commissioners may direct by resolution of the monthly gross revenues of its public utilities for which local improvement bonds and/or warrants have been issued and guaranteed by said fund: PROVIDED, HOWEVER, That any obligation to make payments into said fund as herein provided shall be junior to any pledge of said gross revenues for the payment of any outstanding or future general obligation bonds or revenue bonds of the district. The proportion may be varied from time to time as the commissioners deem expedient: PROVIDED, FURTHER, That under the existence of the conditions set forth in subdivisions (1) and (2), hereunder, and when consistent with the covenants of a public utility district securing its bonds, the proportion shall be as therein specified, to wit:

(1) When bonds and/or warrants of a local utility district have been guaranteed and are outstanding and the guaranty fund does not have a cash balance equal to twenty percent of all bonds and/or warrants originally guaranteed hereunder, excluding bonds and/or warrants which have been retired in full, then twenty percent of the gross monthly revenues from each public utility for which such bonds and/or warrants have been issued and are outstanding but not necessarily from users in other parts of the public utility district as a whole, shall be set aside and paid into the guaranty fund: PROVIDED, That when, under the requirements of this subdivision, the cash balance accumulates so that it is equal to twenty percent of the total original guaranteed bonds and/or warrants, exclusive of any issue of bonds and/or warrants of a local utility district which issue has been paid and/or redeemed in full, or equal to the full amount of all bonds and/or warrants guaranteed, outstanding and unpaid, which amount might be less than twenty percent of the original total guaranteed, then no further revenue need be set aside and paid into the guaranty fund so long as such condition continues;

(2) When warrants issued against the guaranty fund remain outstanding and uncalled, for lack of funds, for six months from date of issuance, or when ((coupons;)) bonds ((and/or)), warrants, or any coupons or interest payments guaranteed hereunder have been matured for six months and have not been redeemed, then twenty percent of the gross monthly revenue, or such portion thereof as the commissioners determine will be sufficient to retire the warrants or redeem the coupons, interest payments, bonds and/or warrants in the ensuing six months, derived from all the users of the public utilities for which such bonds and/or warrants have been issued and are outstanding in whole or in part, shall be set aside and paid into the guaranty fund: PROVIDED, That when under the requirements of this subdivision

all warrants, coupons, bonds and/or warrants specified in this subdivision have been redeemed and interest payments made, no further income need be set aside and paid into the guaranty fund under the requirements of this subdivision unless other warrants remain outstanding and unpaid for six months or other coupons, bonds and/or warrants default or interest payments are not made: **PROVIDED, FURTHER, HOWEVER,** That no more than a total of twenty percent of the gross monthly revenue shall be required to be set aside and paid into the guaranty fund by these subdivisions (1) and (2).

Sec. 153. Section 3, chapter 150, Laws of 1957 as amended by section 19, chapter 156, Laws of 1981 and RCW 54.24.220 are each amended to read as follows:

When a (~~coupon~~) bond (~~and/or~~), warrant, or any coupon or interest payment guaranteed (~~hereby~~) by the guaranty fund matures and there are not sufficient funds in the local utility district bond redemption fund to pay it, the county treasurer shall pay it from the local improvement guaranty fund of the public utility district; if there are not sufficient funds in the guaranty fund to pay it, it may be paid by issuance and delivery of a warrant upon the local improvement guaranty fund.

When the cash balance in the local improvement guaranty fund is insufficient for the required purposes, warrants drawing interest at a rate determined by the commission may be issued by the district auditor, against the fund to meet any liability accrued against it and shall issue them upon demand of the (~~holders~~) owners of any matured coupons, bonds, interest payments, and/or warrants guaranteed hereby, or to pay for any certificate of delinquency for delinquent installments of assessments as provided hereinafter. Guaranty fund warrants shall be a first lien in their order of issuance upon the guaranty fund.

Sec. 154. Section 6, chapter 150, Laws of 1957 and RCW 54.24.250 are each amended to read as follows:

When there is paid out of a guaranty fund any sum on the principal or interest upon local improvement bonds, and/or warrants, or on the purchase of certificates of delinquency, the public utility district, as trustee, for the fund, shall be subrogated to all rights of the (~~holder~~) owner of the bonds, and/or warrants, any interest coupons, or delinquent assessment installments so paid; and the proceeds thereof, or of the assessment underlying them, shall become a part of the guaranty fund. There shall also be paid into the guaranty fund the interest received from the bank deposits of the fund, as well as any surplus remaining in the local utility district funds guaranteed hereunder, after the payment of all outstanding bonds and/or warrants payable primarily out of such local utility district funds. As among the several issues of bonds and/or warrants guaranteed by the fund, no preference shall exist, but defaulted interest coupons and bonds and/or

warrants shall be purchased out of the fund in the order of their presentation.

The commissioners shall prescribe, by resolution, appropriate rules for the guaranty fund consistent herewith. So much of the money of a guaranty fund as is necessary and not required for other purposes hereunder may be used to purchase property at county tax foreclosure sales or from the county after foreclosure in cases where the property is subject to unpaid local improvement assessments securing bonds and/or warrants guaranteed hereunder and such purchase is deemed necessary for the purpose of protecting the guaranty fund. In such cases the funds shall be subrogated to all rights of the district. After so acquiring title to real property, the district may lease or resell and convey it in the same manner that county property may be leased or resold and for such prices and on such terms as may be determined by resolution of the commissioners. All proceeds resulting from such resales shall belong to and be paid into the guaranty fund.

Sec. 155. Section 18, chapter 210, Laws of 1941 as last amended by section 65, chapter 195, Laws of 1973 1st ex. sess. and RCW 56.16.040 are each amended to read as follows:

(1) Whenever any such sewer district shall hereafter adopt a plan for a sewer system as herein provided, or any additions and betterments thereto, or whenever any reorganized sewer district shall hereafter adopt a plan for any additions or betterments thereto, and the qualified voters of any such sewer district or reorganized sewer district shall hereafter authorize a general indebtedness for all the said plan, or any part thereof, or any additions and betterments thereto or for refunding in whole or in part bonds theretofore issued, general obligation bonds for the payment thereof may be issued as hereinafter provided.

The bonds shall be serial in form and maturity and numbered from one up consecutively. The bonds shall bear interest at such rate or rates as authorized by the board of sewer commissioners, payable semiannually from date of said bonds until principal thereof is paid (~~(with interest coupons, evidencing such interest to maturity, attached)~~). The various annual maturities shall commence with the second year after the date of issue of the bonds, and shall as nearly as practicable be in such amounts as will, together with the interest on all outstanding bonds, be met by an equal annual tax levy for the payment of said bonds and interest: PROVIDED, That only the bond numbered one of any issue shall be of a denomination other than a multiple of one hundred dollars. Such bonds may be of any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act.

~~((Such))~~ The general obligation bonds shall never be issued to run for a longer period than thirty years from the date of the issue and shall as nearly as practicable be issued for a period which will be equivalent to the life of the improvement to be acquired by the issue of the bonds.

The bonds shall be signed by the presiding officer of the board of sewer commissioners and shall be attested by the secretary of such board under the seal of the sewer district, and ~~((the))~~ any interest coupons shall be signed by the facsimile signature of the presiding officer of the board of sewer commissioners and shall be attested by the facsimile signature of the secretary of such board.

There shall be levied by the officers or governing body now or hereafter charged by law with the duty of levying taxes in the manner provided by law an annual levy in excess of the constitutional and/or statutory tax limitations sufficient to meet the annual or semiannual payments of principal and interest on the said bonds maturing as herein provided upon all taxable property within such sewer district.

Said bonds shall be sold in such manner as the sewer commissioners shall deem for the best interest of the sewer district, and at a price not less than par and accrued interest.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 156. Section 19, chapter 210, Laws of 1941 as last amended by section 1, chapter 25, Laws of 1975 1st ex. sess. and RCW 56.16.060 are each amended to read as follows:

(1) When sewer revenue bonds are issued for authorized purposes, said bonds shall be in bearer form or registered as to principal or interest or both, as provided in section 3 of this 1983 act, and may provide for conversion between registered and coupon bonds; shall be in such denominations, shall be numbered, shall bear such date, shall be payable at such time or times up to a maximum period of not to exceed thirty years and at such place or places one of which must be the office of the treasurer of the county in which the district is located, or of the county in which fifty-one percent or more of the area of the district is located such place or places to be determined by the board of commissioners of the district; shall bear interest at such rate or rates payable at such time or times as authorized by the board of sewer commissioners; shall be executed by the president of the board of commissioners and attested by the secretary thereof, one of which signatures may, with the written permission of the signator whose facsimile signature is being used, be a facsimile and have the seal of the district impressed thereon; and may have facsimile signatures of the president and secretary imprinted on ~~((the))~~ any interest coupons in lieu of original signatures.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 157. Section 21, chapter 210, Laws of 1941 as last amended by section 2, chapter 25, Laws of 1975 1st ex. sess. and RCW 56.16.080 are each amended to read as follows:

(1) In creating any special fund or funds the sewer commissioners of such sewer district shall have due regard to the cost of operation and maintenance of the plant or system as constructed or added to, and to any proportion or part of the revenue previously pledged as a fund for the payment of bonds, warrants or other indebtedness, and shall not set aside into such special fund a greater amount or proportion of the revenue and proceeds than in their judgment will be available over and above such cost of maintenance and operation and the amount or proportion, if any, of the revenue so previously pledged. Any such bonds, and the interest thereon, issued against any such fund as herein provided, shall be a valid claim of the ((holder)) owner thereof only as against the said special fund and its fixed proportion or amount of the revenue pledged to such fund, and shall not constitute an indebtedness of such sewer district within the meaning of the constitutional provisions and limitations. Each such bond or warrant shall state upon its face that it is payable from a special fund, naming the said fund and the resolution creating it. Said bonds shall be sold in such manner, at such prices and at such rate or rates of interest as the sewer commissioners shall deem for the best interests of the sewer district, either at public or private sale, and the said commissioners may provide in any contract for the construction and acquirement of the proposed improvement that payment therefor shall be made in such bonds at par value thereof.

When any such special fund shall have been heretofore or shall be created and any such bonds shall have been heretofore or shall hereafter be issued against the same, a fixed proportion or a fixed amount out of and not to exceed such fixed proportion, or a fixed amount without regard to any fixed proportion, of revenue shall be set aside and paid into said special fund as provided in the resolution creating such fund or authorizing such bonds. In case any sewer district shall fail thus to set aside and pay said fixed proportion or amount as aforesaid, the ((holder)) owner of any bond payable from such special fund may bring suit or action against the sewer district and compel such setting aside and payment.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 158. Section 45, chapter 210, Laws of 1941 and RCW 56.16.130 are each amended to read as follows:

((The)) Any coupons ((~~hereinbefore mentioned~~)) for the payment of interest on bonds of any sewer district shall be considered for all purposes as warrants drawn upon the general fund of the said sewer district issuing such bonds, and when presented to the treasurer of the county having custody of

the funds of such sewer district at maturity, or thereafter, and when so presented, if there are not funds in the treasury to pay the said coupons, it shall be the duty of the county treasurer to endorse said coupons as presented for payment, in the same manner as county warrants are indorsed, and thereafter said coupons shall bear interest at the same rate as the bonds to which they were attached. When there are no funds in the treasury to make interest payments on bonds not having coupons, the overdue interest payment shall continue bearing interest at the bond rate until it is paid, unless otherwise provided in the proceedings authorizing the sale of the bonds.

Sec. 159. Section 4, chapter 58, Laws of 1974 ex. sess. as last amended by section 5, chapter 45, Laws of 1981 and RCW 56.20.015 are each amended to read as follows:

In addition to all of the powers and authorities set forth in Title 56 RCW, any sewer district shall have all of the powers of cities as set forth in chapter 35.44 RCW. Sewer districts may also exercise all of the powers permitted to a water district under Title 57 RCW, except that a sewer district may not exercise water district powers in any area within its boundaries which is part of an existing district which previously shall have been duly authorized to exercise water district powers in such area without the consent by resolution of the board of commissioners of such district.

A sewer district shall have the power to issue general obligation bonds for water system purposes: PROVIDED, That a proposition to authorize general obligation bonds payable from excess tax levies for water system purposes pursuant to chapters 57.16 and 57.20 RCW shall be submitted to all of the qualified voters within that part of the sewer district which is not contained within another existing district duly authorized to exercise water district powers, and the taxes to pay the principal of and interest on the bonds approved by such voters shall be levied only upon all of the taxable property within such part of the sewer district. Such bonds may also be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 160. Section 8, chapter 18, Laws of 1959 as last amended by section 4, chapter 299, Laws of 1977 ex. sess. and RCW 57.16.030 are each amended to read as follows:

(1) The commissioners may, without submitting a proposition to the voters, authorize by resolution the district to issue revenue bonds for the construction costs, interest during the period of construction and six months thereafter, working capital or other costs of any part or all of the general comprehensive plan. The amount of the bonds to be issued shall be included in the resolution submitted.

Any resolution authorizing the issuance of revenue bonds may include provision for refunding any local improvement district bonds of a district, out of the proceeds of sale of revenue bonds, and a district may pay off any outstanding local improvement bonds with such funds either by purchase in

the open market below their par value and accrued interest or by call at par value and accrued interest at the next succeeding (~~coupon maturity~~) interest payment date. The bonds may be in any form, including bearer bonds or registered bonds as provided by section 3 of this 1983 act.

When a resolution authorizing revenue bonds has been adopted the commissioners may forthwith carry out the general comprehensive plan to the extent specified.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 161. Section 9, chapter 114, Laws of 1929 as last amended by section 15, chapter 17, Laws of 1982 1st ex. sess. and RCW 57.16.050 are each amended to read as follows:

(1) A district may establish local improvement districts within its territory; levy special assessments under the mode of annual installments extending over a period not exceeding twenty years, on all property specially benefited by a local improvement, on the basis of special benefits to pay in whole or in part the damage or costs of any improvements ordered in the district; and issue local improvement bonds in the improvement district to be repaid by the collection of local improvement assessments. Such bonds may be of any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act. The levying, collection and enforcement of such assessments and issuance of bonds shall be as provided for the levying, collection, and enforcement of local improvement assessments and the issuance of local improvement bonds by cities (~~(of the first class)~~) and towns insofar as consistent herewith. The duties devolving upon the city or town treasurer are hereby imposed upon the county treasurer of the county in which the real property is located for the purposes hereof. The mode of assessment shall be determined by the water commissioners by resolution. When in the petition or resolution for the establishment of a local improvement district, and in the comprehensive plan or amendment thereto or plan providing for additions and betterments to the original plan, previously adopted, it is provided that the assessments shall be for the sole purpose of payment into the revenue bond fund for the payment of revenue bonds, then the local improvement district shall be designated as a "utility local improvement district." No warrants or bonds shall be issued in a utility local improvement district, but the collection of interest and principal on all assessments in the utility local improvement district shall be paid into the revenue bond fund.

(2) Such bonds may also be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 162. Section 11, chapter 114, Laws of 1929 as last amended by section 71, chapter 195, Laws of 1973 1st ex. sess. and RCW 57.20.010 are each amended to read as follows:

(1) When general district indebtedness payable from annual tax levies to be made in excess of the constitutional and/or statutory tax limitations has been authorized, the district may issue its general obligation bonds in payment thereof. The bonds shall be serial in form and maturity and numbered from one up consecutively and shall bear interest at such rate or rates as authorized by the board of water commissioners payable semiannually(~~with interest coupons attached~~). The various annual maturities shall commence with the second year after the date of the issue, and shall as nearly as practicable be in such amounts as will, together with the interest on all outstanding bonds, be met by an equal annual tax levy for the payment of the bonds and interest. Only the bond numbered one of any issue shall be of a denomination other than a multiple of one hundred dollars. The bonds may be of any form, including bearer bonds and registered bonds as provided in section 3 of this 1983 act.

The bonds shall not (~~be issued to run for a longer period than~~) have terms in excess of twenty years (~~from the date of issue~~) and shall as nearly as practicable be issued for a period which will be equivalent to the life of the improvement to be acquired by the issuance of the bonds. The bonds shall be signed by the president of the board and attested by the secretary, under the seal of the district. (~~The~~) Any interest coupons shall be signed by the facsimile signature of the president and attested by the facsimile signature of the secretary.

There shall be levied by the officers or governing body charged with the duty of levying taxes, an annual levy in excess of the constitutional and/or statutory tax limitations sufficient to meet the annual or semiannual payments of principal and interest on the bonds upon all taxable property within the district.

The bonds shall be sold in such manner as the commissioners deem for the best interest of the district, and at a price not less than par and accrued interest.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 163. Section 16, chapter 251, Laws of 1953 as amended by section 72, chapter 195, Laws of 1973 1st ex. sess. and RCW 57.20.015 are each amended to read as follows:

(1) The board of water commissioners of any water district may by resolution, without submitting the matter to the voters of the district, provide for the issuance of refunding general obligation bonds to refund any outstanding general obligation bonds, or any part thereof, at maturity thereof, or before the maturity thereof if they are subject to call for prior redemption or all of the (~~holders~~) owners thereof consent thereto.

(2) The total cost to the district over the life of the refunding bonds shall not exceed the total cost to the district which the district would have

incurred but for such refunding over the remainder of the life of the bonds to be refunded thereby.

(3) The refunding bonds may be exchanged for the bonds to be refunded thereby, or may be sold in such manner as the board of water commissioners deems to be for the best interest of the district, and the proceeds of such sale used exclusively for the purpose of paying, retiring, and canceling the bonds to be refunded and interest thereon. Such bonds may be of any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act.

(4) The provisions of RCW 57.20.010, ((specifying)) concerning the form and maturities of general obligation bonds and providing for annual tax levies in excess of the constitutional and/or statutory tax limitations shall apply to the refunding general obligation bonds issued under this section.

(5) Notwithstanding subsections (1) and (4) of this section, such bonds may also be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 164. Section 3, chapter 128, Laws of 1939 as last amended by section 3, chapter 25, Laws of 1975 1st ex. sess. and RCW 57.20.020 are each amended to read as follows:

(1) Whenever any issue or issues of water revenue bonds have been authorized in compliance with the provisions of RCW 57.16.010 through 57.16.040, said bonds shall be in bearer form or registered as to principal or interest or both, as provided in section 3 of this 1983 act, and may provide for conversion between registered and coupon bonds; shall be in such denominations, shall be numbered, shall bear such date, and shall be payable at such time or times up to a maximum period of not to exceed thirty years as shall be determined by the board of water commissioners of the district; shall bear interest at such rate or rates payable at such time or times as authorized by the board; shall be payable at the office of the county treasurer of the county in which the water district is located and may also be payable at such other place or places as the board of water commissioners may determine; shall be executed by the president of the board of water commissioners and attested and sealed by the secretary thereof, one of which signatures may, with the written permission of the signator whose facsimile signature is being used, be a facsimile; and may have facsimile signatures of said president or secretary imprinted on ((the)) any interest coupons in lieu of original signatures.

The water district commissioners shall have power and are required to create a special fund or funds for the sole purpose of paying the interest and principal of such bonds into which special fund or funds the said water district commissioners shall obligate and bind the water district to set aside and pay a fixed proportion of the gross revenues of the water supply system or any fixed amount out of and not exceeding a fixed proportion of such

revenues, or a fixed amount or amounts without regard to any fixed proportion and such bonds and the interest thereof shall be payable only out of such special fund or funds, but shall be a lien and charge against all revenues and payments received from any utility local improvement district or districts pledged to secure such bonds, subject only to operating and maintenance expenses.

In creating any such special fund or funds the water district commissioners of such water district shall have due regard to the cost of operation and maintenance of the plant or system as constructed or added to and to any proportion or part of the revenue previously pledged as a fund for the payment of bonds, warrants or other indebtedness, and shall not set aside into such special fund a greater amount or proportion of the revenue and proceeds than in their judgment will be available over and above such cost of maintenance and operation and the amount or proportion, if any, of the revenue so previously pledged. Any such bonds and interest thereon issued against any such fund as herein provided shall be a valid claim of the ~~((holder))~~ owner thereof only as against the said special fund and its fixed proportion or amount of the revenue pledged to such fund, and shall not constitute an indebtedness of such water district within the meaning of the constitutional provisions and limitations. Each such bond ~~((or warrant))~~ shall state upon its face that it is payable from a special fund, naming the said fund and the resolution creating it. Said bonds shall be sold in such manner, at such price and at such rate or rates of interest as the water district commissioners shall deem for the best interests of the water district, either at public or private sale, and the said commissioners may provide in any contract for the construction and acquirement of the proposed improvement (and for the refunding of outstanding local improvement district obligations, if any) that payment therefor shall be made in such bonds at par value thereof.

When any such special fund shall have been heretofore or shall be hereafter created and any such bonds shall have been heretofore or shall hereafter be issued against the same a fixed proportion or a fixed amount out of and not to exceed such fixed proportion, or a fixed amount or amounts without regard to any fixed proportion, of revenue shall be set aside and paid into said special fund as provided in the resolution creating such fund or authorizing such bonds, and in case any water district shall fail thus to set aside and pay said fixed proportion or amount as aforesaid, the ~~((holder))~~ owner of any bond payable from such special fund may bring suit or action against the water district and compel such setting aside and payment.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

(3) The water district commissioners of any water district, in the event that such water revenue bonds are issued, shall provide for revenues by fixing rates and charges for the furnishing of water supply to those receiving such service, such rates and charges to be fixed as deemed necessary by such water district commissioners, so that uniform charges will be made for the same class of customer or service.

In classifying customers served or service furnished by such water supply system, the board of water commissioners may in its discretion consider any or all of the following factors: The difference in cost of service to the various customers; the location of the various customers within and without the district; the difference in cost of maintenance, operation, repair and replacement of the various parts of the system; the different character of the service furnished various customers; the quantity and quality of the water furnished; the time of its use; capital contributions made to the system including but not limited to assessments; and any other matters which present a reasonable difference as a ground for distinction. Such rates shall be made on a monthly basis as may be deemed proper by such commissioners and as fixed by resolution and shall produce revenues sufficient to take care of the costs of maintenance and operation, revenue bond and warrant interest and principal amortization requirements and all other charges necessary for efficient and proper operation of the system.

Sec. 165. Section 2, chapter 82, Laws of 1935 as amended by section 2, chapter 102, Laws of 1937 and RCW 57.20.080 are each amended to read as follows:

Whenever there shall be paid out of a guaranty fund any sum on account of principal or interest upon a local improvement bond, or on account of purchase of certificates of delinquency, the water district, as trustee for the fund, shall be subrogated to all rights of the ~~((holder))~~ owner of the bonds, or any interest ~~((coupons))~~, or delinquent assessment installments, so paid; and the proceeds thereof, or of the assessment or assessments underlying the same, shall become a part of the guaranty fund. There shall also be paid into each guaranty fund the interest received from the bank deposits of the fund, as well as any surplus remaining in the local improvement funds guaranteed ~~((under this act))~~ by the guaranty fund, after the payment of all outstanding bonds payable primarily out of such local improvement funds. As among the several issues of bonds guaranteed by the fund, no preference shall exist, but defaulted ~~((interest coupons,))~~ bonds and any defaulted interest payments shall be purchased out of the fund in the order of their presentation.

The commissioners of every water district operating under ~~((the provisions of this act))~~ RCW 57.20.030, 57.20.080, and 57.20.090 shall prescribe, by resolution, appropriate rules and regulations for the guaranty fund, not inconsistent herewith. So much of the money of a guaranty fund as is necessary and is not required for other purposes under ~~((the terms of~~

~~this act~~) RCW 57.20.030, 57.20.080, and 57.20.090 may, at the discretion of the commissioners of the water district, be used to purchase property at county tax foreclosure sales or from the county after foreclosure in cases where such property is subject to unpaid local improvement assessments securing bonds guaranteed (~~(under this act)~~) by the guaranty fund and such purchase is deemed necessary for the purpose of protecting the guaranty fund. In such cases the said fund shall be subrogated to all rights of the water district. After so acquiring title to real property, the water district may lease or resell and convey the same in the same manner that county property is authorized to be leased or resold and for such prices and on such terms as may be determined by resolution of the board of water commissioners. Any provision of law to the contrary notwithstanding, all proceeds resulting from such resales shall belong to and be paid into the guaranty fund.

Sec. 166. Section 3, chapter 82, Laws of 1935 as amended by section 3, chapter 102, Laws of 1937 and RCW 57.20.090 are each amended to read as follows:

~~(Neither the holder nor)~~ The owner of any local improvement bonds guaranteed under the provisions of ((this act)) RCW 57.20.030, 57.20.080, and 57.20.090 shall not have any claim therefor against the water district by which the same is issued, except for payment from the special assessments made for the improvement for which said local improvement bonds were issued, and except as against the local improvement guaranty fund of said water district; and the water district shall not be liable to any ((holder or)) owner of such local improvement bond for any loss to the guaranty fund occurring in the lawful operation thereof by the water district. The remedy of the ((holder or)) owner of a local improvement bond, in case of nonpayment, shall be confined to the enforcement of the assessment and to the guaranty fund. A copy of the foregoing part of this section shall be plainly written, printed or engraved on each local improvement bond guaranteed by ((this act)) RCW 57.20.030, 57.20.080, and 57.20.090. The establishment of a local improvement guaranty fund by any water district shall not be deemed at variance from any comprehensive plan heretofore adopted by such water district.

In the event any local improvement guaranty fund hereunder authorized at any time has a balance therein in cash, and the obligations guaranteed thereby have all been paid off, then such balance shall be transferred to the maintenance fund of the water district.

Sec. 167. Section 22, chapter 114, Laws of 1929 and RCW 57.20.130 are each amended to read as follows:

~~(The)~~ Any coupons ((hereinbefore mentioned)) for the payment of interest on said bonds shall be considered for all purposes as warrants drawn upon the general fund of the said water district issuing such bonds, and when presented to the treasurer of the county having custody of the funds of

such water district at maturity, or thereafter, and when so presented, if there are not funds in the treasury to pay the said coupons, it shall be the duty of the county treasurer to endorse said coupons as presented for payment, in the same manner as county warrants are indorsed, and thereafter said coupons shall bear interest at the same rate as the bond to which it was attached. When there are no funds in the treasury to make interest payments on bonds not having coupons, the overdue interest payment shall continue bearing interest at the bond rate until it is paid, unless otherwise provided in the proceedings authorizing the sale of the bonds.

Sec. 168. Section 9, chapter 236, Laws of 1967 as last amended by section 3, chapter 222, Laws of 1979 ex. sess. and RCW 67.28.160 are each amended to read as follows:

(1) To carry out the purposes of this chapter the legislative body of any municipality shall have the power to issue revenue bonds without submitting the matter to the voters of the municipality: PROVIDED, That the legislative body shall create a special fund or funds for the sole purpose of paying the principal of and interest on the bonds of each such issue, into which fund or funds the legislative body may obligate the municipality to pay all or part of amounts collected from the special taxes provided for in RCW 67.28.180, and/or to pay such amounts of the gross revenue of all or any part of the facilities constructed, acquired, improved, added to, repaired or replaced pursuant to this chapter, as the legislative body shall determine: PROVIDED, FURTHER, That the principal of and interest on such bonds shall be payable only out of such special fund or funds, and the owners (~~and holders~~) of such bonds shall have a lien and charge against the gross revenue pledged to such fund.

Such revenue bonds and the interest thereon issued against such fund or funds shall constitute a claim of the (~~holders~~) owners thereof only as against such fund or funds and the revenue pledged therefor, and shall not constitute a general indebtedness of the municipality.

Each such revenue bond shall state upon its face that it is payable from such special fund or funds, and all revenue bonds issued under this chapter shall be negotiable securities within the provisions of the law of this state. Such revenue bonds may be registered either as to principal only or as to principal and interest as provided in section 3 of this 1983 act, or may be bearer bonds; shall be in such denominations as the legislative body shall deem proper; shall be payable at such time or times and at such places as shall be determined by the legislative body; shall be executed in such manner and bear interest at such rate or rates as shall be determined by the legislative body.

Such revenue bonds shall be sold in such manner as the legislative body shall deem to be for the best interests of the municipality, either at public or private sale.

The legislative body may at the time of the issuance of such revenue bonds make such covenants with the ~~((purchasers and holders))~~ owners of said bonds as it may deem necessary to secure and guaranty the payment of the principal thereof and the interest thereon, including but not being limited to covenants to set aside adequate reserves to secure or guaranty the payment of such principal and interest, to pledge and apply thereto part or all of any lawfully authorized special taxes provided for in RCW 67.28.180, to maintain rates, charges or rentals sufficient with other available moneys to pay such principal and interest and to maintain adequate coverage over debt service, to appoint a trustee or trustees for the ~~((bondholders))~~ bond owners, to safeguard the expenditure of the proceeds of sale of such bonds and to fix the powers and duties of such trustee or trustees and to make such other covenants as the legislative body may deem necessary to accomplish the most advantageous sale of such bonds. The legislative body may also provide that revenue bonds payable out of the same source may later be issued on a parity with revenue bonds being issued and sold.

The legislative body may include in the principal amount of any such revenue bond issue an amount for engineering, architectural, planning, financial, legal, and other services and charges incident to the acquisition or construction of public stadium facilities, convention center facilities, performing arts center facilities, and/or visual arts center facilities, an amount to establish necessary reserves, an amount for working capital and an amount necessary for interest during the period of construction of any facilities to be financed from the proceeds of such issue plus six months. The legislative body may, if it deems it in the best interest of the municipality, provide in any contract for the construction or acquisition of any facilities or additions or improvements thereto or replacements or extensions thereof that payment therefor shall be made only in such revenue bonds.

If the municipality shall fail to carry out or perform any of its obligations or covenants made in the authorization, issuance and sale of such bonds, the ~~((holder))~~ owner of any such bond may bring action against the municipality and compel the performance of any or all of such covenants.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 169. Section 11, chapter 22, Laws of 1982 1st ex. sess. and RCW 67.38.110 are each amended to read as follows:

(1) To carry out the purpose of this chapter, any cultural arts, stadium and convention district shall have the power to issue general obligation bonds for capital purposes only, not to exceed an amount, together with any outstanding general obligation indebtedness equal to three-eighths of one percent of the value of taxable property within such district, as the term "value of taxable property" is defined in RCW 39.36.015. A cultural arts, stadium and convention district is additionally authorized to issue general

obligation bonds for capital purposes only, together with any outstanding general obligation indebtedness, not to exceed an amount equal to three-fourths of one percent of the value of the taxable property within the district, as the term "value of taxable property" is defined in RCW 39.36.015, and to provide for the retirement thereof by excess levies when approved by the voters at a special election called for that purpose in the manner prescribed by section 6, Article VIII and section 2, Article VII of the Constitution and by RCW 84.52.056. General obligation bonds may not be issued with ~~((a-maturity))~~ maturities in excess of forty years. Such bonds may be in any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 170. Section 12, chapter 22, Laws of 1982 1st ex. sess. and RCW 67.38.120 are each amended to read as follows:

(1) To carry out the purposes of this chapter, the cultural arts, stadium and convention district shall have the power to issue revenue bonds: PROVIDED, That the district governing body shall create or have created a special fund or funds for the sole purpose of paying the principal of and interest on the bonds of each such issue, into which fund or funds the governing body may obligate the district to pay such amounts of the gross revenue of all or any part of the facilities constructed, acquired, improved, repaired or replaced pursuant to this chapter, as the governing body shall determine: PROVIDED FURTHER, That the principal of and interest on such bonds shall be payable only out of such special fund or funds, and the owners ~~((and holders))~~ of such bonds shall have a lien and charge against the gross revenue pledged to such fund. Such bonds may be in any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act.

The governing body of a district shall have such further powers and duties in carrying out the purposes of this chapter as provided in RCW 67.28.160.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 171. Section 5, chapter 147, Laws of 1974 ex. sess. as amended by section 1, chapter 121, Laws of 1981 and RCW 70.37.050 are each amended to read as follows:

The authority shall establish rules concerning its exercise of the powers authorized by this chapter. The authority shall receive from applicants requests for the providing of bonds for financing of health care facilities and shall investigate and determine the need and the feasibility of providing such bonds. Whenever the authority deems it necessary or advisable for the benefit of the public health to provide financing for a health care facility, it

shall adopt a system and plan therefor and shall declare the estimated cost thereof, as near as may be, including as part of such cost funds necessary for the expenses incurred in the financing as well as in the construction or purchase or other acquisition or in connection with the rental or other payment for the use thereof, interest during construction, reserve funds and any funds necessary for initial start-up costs, and shall issue and sell its bonds for the purposes of the proposed plan or system: PROVIDED, That if a certificate of need is required for the proposed project no such plan and system shall be adopted until such certificate has been issued pursuant to chapter 70.38 RCW by the secretary of the department of social and health services. The authority shall have power as a part of such system or plan to create a special fund or funds for the purpose of defraying the cost of such project and for other projects of the same participant subsequently or at the same time approved by it and for their maintenance, improvement, reconstruction, remodeling and rehabilitation, into which special fund or funds it shall obligate and bind the participant to set aside and pay from the gross revenues of the project or from other sources an amount sufficient to pay the principal and interest of the bonds being issued, reserves and other requirements of the special fund and to issue and sell bonds payable as to both principal and interest out of such fund or funds relating to the project or projects of such participant.

Such bonds shall bear such date or dates, mature at such time or times, be in such denominations, be in such form, either coupon or registered, or both, as provided in section 3 of this 1983 act, carry such registration privileges, be made transferable, exchangeable, and interchangeable, be payable in such medium of payment, at such place or places, be subject to such terms of redemption, bear such rate or rates of interest, and be sold in such manner, at such price, as the authority shall determine. Such bonds shall be executed by the chairman, by either its duly elected secretary or its executive director, and by the trustee if the authority determines to utilize a trustee for the bonds. Execution of the bonds may be by manual or facsimile signature: PROVIDED, That at least one signature placed thereon shall be manually subscribed.

Sec. 172. Section 6, chapter 264, Laws of 1945 as last amended by section 15, chapter 84, Laws of 1982 and RCW 70.44.060 are each amended to read as follows:

All public hospital districts organized under the provisions of this chapter shall have power:

(1) To make a survey of existing hospital and other health care facilities within and without such district.

(2) To construct, condemn and purchase, purchase, acquire, lease, add to, maintain, operate, develop and regulate, sell and convey all lands, property, property rights, equipment, hospital and other health care facilities and systems for the maintenance of hospitals, buildings, structures, and any

and all other facilities, and to exercise the right of eminent domain to effectuate the foregoing purposes or for the acquisition and damaging of the same or property of any kind appurtenant thereto, and such right of eminent domain shall be exercised and instituted pursuant to a resolution of the commission and conducted in the same manner and by the same procedure as in or may be provided by law for the exercise of the power of eminent domain by incorporated cities and towns of the state of Washington in the acquisition of property rights: PROVIDED, That no public hospital district shall have the right of eminent domain and the power of condemnation against any health care facility.

(3) To lease existing hospital and other health care facilities and equipment and/or other property used in connection therewith, including ambulances, and to pay such rental therefor as the commissioners shall deem proper; to provide hospital and other health care services for residents of said district by facilities located outside the boundaries of said district, by contract or in any other manner said commissioners may deem expedient or necessary under the existing conditions; and said hospital district shall have the power to contract with other communities, corporations, or individuals for the services provided by said hospital district; and they may further receive in said hospitals and other health care facilities and furnish proper and adequate services to all persons not residents of said district at such reasonable and fair compensation as may be considered proper: PROVIDED, That it must at all times make adequate provision for the needs of the district and residents of said district shall have prior rights to the available hospital and other health care facilities of said district, at rates set by the district commissioners.

(4) For the purpose aforesaid, it shall be lawful for any district so organized to take, condemn and purchase, lease, or acquire, any and all property, and property rights, including state and county lands, for any of the purposes aforesaid, and any and all other facilities necessary or convenient, and in connection with the construction, maintenance, and operation of any such hospitals and other health care facilities, subject, however, to the applicable limitations provided in subsection (2) of this section.

(5) To contract indebtedness or borrow money for corporate purposes on the credit of the corporation or the revenues of the hospitals thereof, and the revenues of any other facilities or services that the district is or hereafter may be authorized by law to provide, and to issue and sell (a) revenue bonds (~~(or)~~), revenue warrants, or other revenue obligations therefor payable solely out of a special fund or funds into which the district may pledge such amount of the revenues of the hospitals thereof, and the revenues of any other facilities or services that the district is or hereafter may be authorized by law to provide, to pay the same as the commissioners of the district may determine, such revenue bonds, warrants, or other obligations to be issued and sold in the same manner and subject to the same provisions as

provided for the issuance of revenue bonds, warrants, or other obligations by cities or towns under the Municipal Revenue Bond Act, chapter 35.41 RCW, as may hereafter be amended, (b) general obligation bonds therefor in the manner and form as provided in RCW 70.44.110 to 70.44.130, inclusive, as may hereafter be amended, or (c) interest-bearing warrants to be drawn on a fund pending deposit in such fund of money sufficient to redeem such warrants and to be issued and paid in such manner and upon such terms and conditions as the board of commissioners may deem to be in the best interest of the district; and to assign or sell hospital accounts receivable, and accounts receivable for the use of other facilities or services that the district is or hereafter may be authorized by law to provide, for collection with or without recourse. Any of such bonds, warrants, or other obligations may be in any form, including bearer or registered as provided in section 3 of this 1983 act. Notwithstanding the provisions of this subsection, such bonds, warrants, or other obligations may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

(6) To raise revenue by the levy of an annual tax on all taxable property within such public hospital district not to exceed seventy-five cents per thousand dollars of assessed value or such further amount as has been or shall be authorized by a vote of the people: PROVIDED FURTHER, That the public hospital districts are hereby authorized to levy such a general tax in excess of said seventy-five cents per thousand dollars of assessed value when authorized so to do at a special election conducted in accordance with and subject to all of the requirements of the Constitution and the laws of the state of Washington now in force or hereafter enacted governing the limitation of tax levies. The said board of district commissioners is hereby authorized and empowered to call a special election for the purpose of submitting to the qualified voters of the hospital district a proposition to levy a tax in excess of the seventy-five cents per thousand dollars of assessed value herein specifically authorized. The superintendent shall prepare a proposed budget of the contemplated financial transactions for the ensuing year and file the same in the records of the commission on or before the first Monday in September. Notice of the filing of said proposed budget and the date and place of hearing on the same shall be published for at least two consecutive weeks in a newspaper printed and of general circulation in said county. On the first Monday in October the commission shall hold a public hearing on said proposed budget at which any taxpayer may appear and be heard against the whole or any part of the proposed budget. Upon the conclusion of said hearing, the commission shall, by resolution, adopt the budget as finally determined and fix the final amount of expenditures for the ensuing year. Taxes levied by the commission shall be certified to and collected by the proper county officer of the county in which such public hospital district is located in the same manner as is or may be provided by law for the certification and collection of port district taxes. The commission is authorized,

prior to the receipt of taxes raised by levy, to borrow money or issue warrants of the district in anticipation of the revenue to be derived by such district from the levy of taxes for the purpose of such district, and such warrants shall be redeemed from the first money available from such taxes when collected, and such warrants shall not exceed the anticipated revenues of one year, and shall bear interest at a rate or rates as authorized by the commission.

(7) To enter into any contract with the United States government or any state, municipality, or other hospital district, or any department of those governing bodies, for carrying out any of the powers authorized by this chapter.

(8) To sue and be sued in any court of competent jurisdiction: PROVIDED, That all suits against the public hospital district shall be brought in the county in which the public hospital district is located.

(9) To pay actual necessary travel expenses and living expenses incurred while in travel status for (a) qualified physicians who are candidates for medical staff positions, and (b) other qualified persons who are candidates for superintendent or other managerial and technical positions, when the district finds that hospitals or other health care facilities owned and operated by it are not adequately staffed and determines that personal interviews with said candidates to be held in the district are necessary or desirable for the adequate staffing of said facilities.

(10) To make contracts, employ superintendents, attorneys, and other technical or professional assistants and all other employees; to make contracts with private or public institutions for employee retirement programs; to print and publish information or literature; and to do all other things necessary to carry out the provisions of this chapter.

Sec. 173. Section 13, chapter 264, Laws of 1945 as last amended by section 86, chapter 56, Laws of 1970 ex. sess. and RCW 70.44.120 are each amended to read as follows:

(1) All general obligation bonds shall be serial in form and maturity and numbered from one upwards consecutively. The various annual maturities shall commence not later than the tenth year after the date of issue of such bonds. The resolution authorizing the issuance of the bonds shall fix the rate or rates of interest the bonds shall bear and the place and dates of the payment of both principal and interest. Such bonds may be in any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act. The bonds shall be signed by the president of the commission, attested by the secretary of the commission, and the seal of the public hospital district shall be affixed to each bond but not to ~~((the))~~ any coupons: PROVIDED, HOWEVER, That ~~((said))~~ any coupons, in lieu of being so signed, may have printed thereon a facsimile of the signatures of such officers.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 174. Section 5, chapter 132, Laws of 1973 as amended by section 3, chapter 6, Laws of 1975 and RCW 70.95A.040 are each amended to read as follows:

(1) All bonds issued by a municipality under the authority of this chapter shall be secured solely by revenues derived from the lease or sale of the facility. Bonds and any interest coupons issued under the authority of this chapter shall not constitute nor give rise to a pecuniary liability of the municipality or a charge against its general credit or taxing powers. Such limitation shall be plainly stated upon the face of each of such bonds. The use of the municipality's name on revenue bonds authorized hereunder shall not be construed to be the giving or lending of the municipality's financial guarantee or pledge, i.e. credit to any private person, firm, or corporation as the term credit is used in Article 8, section 7 of the Washington state Constitution.

(2) The bonds referred to in subsection (1) of this section, may (a) be executed and delivered at any time and from time to time, (b) be in such form and denominations, (c) be of such tenor, (d) be in ~~((registered or))~~ bearer or registered form either as to principal or interest or both, as provided in section 3 of this 1983 act, and may provide for conversion between registered and coupon bonds of varying denominations, (e) be payable in such installments and at such time or times not exceeding forty years from their date, (f) be payable at such place or places, (g) bear interest at such rate or rates as may be determined by the governing body, payable at such place or places within or without this state and evidenced in such manner, (h) be redeemable prior to maturity, with or without premium, and (i) contain such provisions not inconsistent herewith, as shall be deemed for the best interest of the municipality and provided for in the proceedings of the governing body whereunder the bonds shall be authorized to be issued.

(3) Any bonds issued under the authority of this chapter, may be sold at public or private sale in such manner and at such time or times as may be determined by the governing body to be most advantageous. The municipality may pay all expenses, premiums and commissions which the governing body may deem necessary or advantageous in connection with the authorization, sale and issuance thereof from the proceeds of the sale of said bonds or from the revenues of the facilities.

(4) All bonds issued under the authority of this chapter, and ~~((and))~~ any interest coupons applicable thereto shall be investment securities within the meaning of the uniform commercial code and shall be deemed to be issued by a political subdivision of the state.

(5) The proceeds from any bonds issued under this chapter shall be used only for purposes qualifying under Section 103(c)(4)(f) of the Internal Revenue Code of 1954, as amended.

(6) Notwithstanding subsections (2) and (3) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 175. Section 6, chapter 132, Laws of 1973 and RCW 70.95A.050 are each amended to read as follows:

(1) The principal of and interest on any bonds issued under the authority of this chapter (a) shall be secured by a pledge of the revenues derived from the sale or lease of the facilities out of which such bonds shall be made payable, (b) may be secured by a mortgage covering all or any part of the facilities, (c) may be secured by a pledge or assignment of the lease of such facilities, or (d) may be secured by a trust agreement or such other security device as may be deemed most advantageous by the governing body.

(2) The proceedings under which the bonds are authorized to be issued under the provisions of this chapter, and any mortgage given to secure the same may contain any agreements and provisions customarily contained in instruments securing bonds, including, without limiting the generality of the foregoing, provisions respecting (a) the fixing and collection of rents for any facilities covered by such proceedings or mortgage, (b) the terms to be incorporated in the lease of such facilities, (c) the maintenance and insurance of such facilities, (d) the creation and maintenance of special funds from the revenues of such facilities, and (e) the rights and remedies available in the event of a default to the ~~((bondholders))~~ bond owners or to the trustee under a mortgage or trust agreement, all as the governing body shall deem advisable and as shall not be in conflict with the provisions of this chapter: PROVIDED, That in making any such agreements or provisions a municipality shall not have the power to obligate itself except with respect to the facilities and the application of the revenues therefrom, and shall not have the power to incur a pecuniary liability or a charge upon its general credit or against its taxing powers.

(3) The proceedings authorizing any bonds under the provisions of this chapter and any mortgage securing such bonds may provide that, in the event of a default in the payment of the principal of or the interest on such bonds or in the performance of any agreement contained in such proceedings or mortgage, such payment and performance may be enforced by mandamus or by the appointment of a receiver in equity with power to charge and collect rents and to apply the revenues from the facilities in accordance with such proceedings or the provisions of such mortgage.

(4) Any mortgage made under the provisions of this chapter, to secure bonds issued thereunder, may also provide that, in the event of a default in the payment thereof or the violation of any agreement contained in the mortgage, the mortgage may be foreclosed and the mortgaged property sold

under proceedings in equity or in any other manner now or hereafter permitted by law. Such mortgage may also provide that any trustee under such mortgage or the ~~((holder))~~ owner of any of the bonds secured thereby may become the purchaser at any foreclosure sale if the highest bidder therefor. No breach of any such agreement shall impose any pecuniary liability upon a municipality or any charge upon their general credit or against their taxing powers.

(5) The proceedings authorizing the issuance of bonds hereunder may provide for the appointment of a trustee or trustees for the protection of the ~~((holders))~~ owners of the bonds, whether or not a mortgage is entered into as security for such bonds. Any such trustee may be a bank with trust powers or a trust company and shall be located in the United States, within or without the state of Washington, shall have the immunities, powers and duties provided in said proceedings, and may, to the extent permitted by such proceedings, hold and invest funds deposited with it in direct obligations of the United States, obligations guaranteed by the United States or certificates of deposit of a bank (including the trustee) which are continuously secured by such obligations of or guaranteed by the United States. Any bank acting as such trustee may, to the extent permitted by such proceedings, buy bonds issued hereunder to the same extent as if it were not such trustee. Said proceedings may provide for one or more co-trustees, and any co-trustee may be any competent individual over the age of twenty-one years or a bank having trust powers or trust company within or without the state. The proceedings authorizing the bonds may provide that some or all of the proceeds of the sale of the bonds, the revenues of any facilities, the proceeds of the sale of any part of a facility, of any insurance policy or of any condemnation award be deposited with the trustee or a co-trustee and applied as provided in said proceedings.

Sec. 176. Section 8, chapter 132, Laws of 1973 and RCW 70.95A.070 are each amended to read as follows:

Any bonds issued under the provisions of this chapter and at any time outstanding may at any time and from time to time be refunded by a municipality by the issuance of its refunding bonds in such amount as the governing body may deem necessary but not exceeding an amount sufficient to refund the principal of the bonds to be so refunded, together with any unpaid interest thereon and any premiums and commissions necessary to be paid in connection therewith: PROVIDED, That an issue of refunding bonds may be combined with an issue of additional revenue bonds on any facilities. Any such refunding may be effected whether the bonds to be refunded shall have then matured or shall thereafter mature, either by sale of the refunding bonds and the application of the proceeds thereof for the payment of the bonds to be refunded thereby, or by exchange of the refunding bonds for the bonds to be refunded thereby: PROVIDED FURTHER, That the ~~((holders))~~ owners of any bonds to be so refunded shall

not be compelled without their consent to surrender their bonds for payment or exchange except on the terms expressed on the face thereof. Any refunding bonds issued under the authority of this chapter shall be subject to the provisions contained in RCW 70.95A.040 and may be secured in accordance with the provisions of RCW 70.95A.050.

Sec. 177. Section 29, chapter 117, Laws of 1895 as amended by section 1, chapter 87, Laws of 1921 and RCW 85.05.290 are each amended to read as follows:

(1) Upon the establishment of any district under the provisions of this chapter and the establishment of a system of diking therein as provided for in this act, the board of commissioners of such diking district may, upon petition of the landowners owning a majority of all the lands within such district to be benefited thereby, issue bonds for the total amount of the cost of construction of said improvements, together with the costs of the establishment thereof, including damages assessed and compensation made to landowners for right of way and the expenses and costs of the entire proceeding payable at a time not less than five years nor longer than ten years from the date thereof(~~(, and such)~~). The commissioners may, at any time thereafter without such petition issue bonds for the purpose of funding any outstanding warrants or obligations of such district, and in case of such last named issue, all the outstanding warrants of such district shall immediately become due and payable upon receipt of the money by the county treasurer from the sale of said bonds, and upon a call of such outstanding obligations to be issued by him(~~(, which)~~). The call shall be made by said treasurer immediately upon receipt of the proceeds from the sale of said bonds by publication for two weeks successively in the county paper authorized to do the county printing(~~(, and)~~). Such warrants and outstanding obligations shall cease to draw interest at the end of thirty days after the date of the first publication of said call, such last named bonds shall be payable at a time not less than five years nor longer than ten years from the date thereof: PROVIDED, That no bonds shall, under the provisions hereof, be sold for less than their par value.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 178. Section 30, chapter 117, Laws of 1895 as last amended by section 87, chapter 56, Laws of 1970 ex. sess. and RCW 85.05.300 are each amended to read as follows:

(1) Said bonds shall be numbered from one upwards, consecutively, and be in denominations of not less than one hundred dollars nor more than one thousand dollars. They shall bear the date of issue, shall be (~~(made)~~) payable (~~(to the bearer)~~) in not more than ten years nor less than five years from the date of their issue, and bear interest at a rate or rates as authorized by the commissioners of the diking district payable annually(~~(, with~~

~~coupons attached for each interest payment~~). The bonds may be in any form, including bearer bonds or registered bonds as provided in section 1 of this 1983 act. The bonds and ~~((each))~~ any coupon shall be signed by the chairman of the board of diking commissioners, and shall be attested by the secretary of said board, and the seal of such district shall be affixed to each bond, but not to ~~((the))~~ any coupons.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 179. Section 34, chapter 117, Laws of 1895 and RCW 85.05.340 are each amended to read as follows:

It shall be the duty of such diking commissioners, annually, to levy an assessment sufficient for the payment of ~~((the coupons hereinbefore mentioned as they fall due. Said))~~ principal and interest on any bonds issued by the diking district. Any coupons shall be considered for all purposes as warrants drawn upon the funds of the district issuing bonds under the provisions of this act, and, when presented to the county treasurer and no funds are in the treasury to pay said coupons, it shall be his duty to indorse said coupons as presented for payment in the same manner as other warrants upon the funds of said district are indorsed, and thereafter said coupons shall bear interest at the same rate as other warrants so presented and unpaid. When there are no funds in the treasury to make interest payments on bonds not having coupons, the overdue interest payments shall bear interest at the same rate as unpaid warrants that are presented to the county treasurer.

Sec. 180. Section 1, chapter 156, Laws of 1913 as last amended by section 88, chapter 56, Laws of 1970 ex. sess. and RCW 85.05.480 are each amended to read as follows:

(1) Whenever by reason of any extraordinary occurrence or other casualty there occur such changes in conditions as to warrant, in the opinion of the commissioners of any diking district, an estimate for making repairs and improvements, including the yearly maintenance expense in an amount equal to twenty-five percent of the estimated cost of the original improvements, as provided for in RCW 85.05.090 the funds therefor may be provided by the issuance of bonds of said diking district, payable in not to exceed ten years, and to pay the same, such commissioners shall make a levy extending over such period of time and in such amount as shall be necessary to take care of such bonds and interest, and such levy when made shall state the year for which it is made and the amount thereof, and thereafter, the county auditor shall each year extend such levy without any further orders from said commissioners: PROVIDED, HOWEVER, That if for any cause whatsoever, said levy shall not be sufficient to take care of said bonds and interest or pay said fixed estimate a further levy shall be made for that purpose. The bonds may be in any form, including bearer bonds

and registered bonds as provided in section 3 of this 1983 act. Said bonds shall be sold at not less than par and shall bear interest at such rate or rates as authorized by the commissioners of the diking district, and the proceeds thereof shall be used in such repairs, improvements or maintenance or warrants issued in payment therefor and for no other purpose: PROVIDED, HOWEVER, That such bonds shall only be issued when they are presented to and filed with such commissioners and shall become a part of their record, a petition of property owners owning at least sixty percent of all the acreage in such district requesting the issuance of such bonds.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 181. Section 1, chapter 69, Laws of 1925 ex. sess. and RCW 85-05.510 are each amended to read as follows:

(1) Where a diking district shall have been organized under this chapter (~~((17 of the Laws of 1895 as amended))~~), and the lands of such district shall consist wholly of tidelands as defined by law, or other unsurveyed lands, and the object of such district is to reclaim said lands and place them under cultivation, and such a district (~~((s shall have))~~) has adopted a system of dikes for said district, including a pumping plant, if necessary, the board of commissioners of such district may, upon the petition of the landowners owning a majority of all the lands within the district, in addition to the method now provided by law for the issuance of bonds of diking districts, issue bonds under the provisions of RCW 85.05.510 through 85.05.550 for the total estimated or actual cost of constructing said improvements, including the cost of the establishment of said district and the damages awarded and compensation paid to landowners for right of way, and the expenses and costs of all necessary court proceedings. Where bonds by such district are issued under the provisions of RCW 85.05.510 through 85.05.550, the board shall determine under which of the three following schedules said bonds shall be payable:

SCHEDULE 1

If the board shall determine on ten annual payments, commencing one and ending ten years after date of such bonds, the installments thereof shall become due and collectible as follows:

For the first year	5%
For the second year	5%
For the third year	5%
For the fourth year	10%
For the fifth year	10%
For the sixth year	10%
For the seventh year	10%
For the eighth year	15%

For the ninth year	15%
For the tenth year	15%

SCHEDULE 2

If the board shall determine on fifteen annual payments, commencing in the first year and ending in the fifteenth year, the installments thereof shall become due and collectible as follows:

For the first year	5%
For the second year	5%
For the third year	5%
For the fourth year	5%
For the fifth year	6%
For the sixth year	6%
For the seventh year	6%
For the eighth year	6%
For each succeeding year	8%

SCHEDULE 3

The board may, however, determine on ten annual installments, the first of such annual installments to be collected at a time to be specified by the board, commencing not later than six years after the date of such bonds, in which event the following schedule shall be adopted for collection thereof:

For the first installment	5%
For the second installment	5%
For the third installment	5%
For the fourth installment	10%
For the fifth installment	10%
For the sixth installment	10%
For the seventh installment	10%
For the eighth installment	15%
For the ninth installment	15%
For the tenth installment	15%

The commissioners may at any time, without petition issue bonds for the purpose of funding any outstanding warrant indebtedness of such district. In case of such an issue all the outstanding warrants of such district to be refunded shall immediately become due and payable upon receipt of the money by the county treasurer, and it shall be the duty of the county treasurer to issue a call for the payment of such warrants and to publish notice thereof in two successive weekly issues of the official county paper of such county. Such warrants so refunded shall cease to draw interest at the end of thirty days after the date of the first publication of said notice. Bonds to refund warrants shall be payable as specified in this section. No bonds shall be sold for less than their par value. Where bonds are authorized to cover

the estimated cost of an improvement, any unsold portion of such issue shall, upon the completion of said improvement, be canceled.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 182. Section 2, chapter 69, Laws of 1925 ex. sess. as amended by section 21, chapter 156, Laws of 1981 and RCW 85.05.520 are each amended to read as follows:

(1) Said bonds shall be numbered from one upwards consecutively and shall be in denominations of not less than one hundred dollars nor more than one thousand dollars. They shall bear the date of issue and an interest rate or rates determined by the commission, payable annually or semiannually, as the commissioners shall direct (~~(; with coupons attached for each interest payment, and shall be made payable to bearer)~~). The bonds may be in any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act. Said bonds and any coupons shall be signed by the chairman of the board and attested by the secretary, and the seal of such district shall be affixed to each bond, but not to (~~said~~) any coupons. Bonds shall be paid in the order of their numbers, and each bond shall specify its due date.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 183. Section 3, chapter 69, Laws of 1925 ex. sess. and RCW 85.05.530 are each amended to read as follows:

Before (~~said~~) principal and interest payments on bonds shall become due and in time to pay the annual installments thereof, the commissioners of said district shall, on or before the first Monday in October in each year, levy an assessment against the property of the district benefited sufficient to pay said installments of interest and/or interest and principal at their maturity, including any default in either principal or interest. Said assessment shall be in proportion to benefits and shall be collected by the county treasurer and kept as a separate fund for the sole purpose of paying the said interest and principal on said bonds, and every bond issue of such district shall constitute an irrevocable pledge of a sufficient amount of determined benefits to pay the principal and interest upon said bonds as the same mature. Said bonds and any interest coupons (~~shall~~) may be payable at the office of the county treasurer (~~(; provided that)~~). Where an authorized issue exceeds the sum of one hundred thousand dollars the same may be made payable at the office of the fiscal agency of the state of Washington in New York City.

Sec. 184. Section 26, chapter 115, Laws of 1895 and RCW 85.06.260 are each amended to read as follows:

(1) Upon the establishment of any district under the provisions of this chapter and the establishment of a system of drainage therein as provided for in this chapter, the board of commissioners of such drainage district may, upon petition of a majority of all the landowners owning land within such district to be benefited thereby, issue bonds for the total amount of the costs of construction of said improvement, together with the costs of the establishment thereof, including damages assessed and compensation made to landowners for right-of-way and the expenses and costs of the entire proceeding, payable at a time not less than five years nor longer than ten years from the date thereof(~~(, and)~~). Such commissioners may, at any time thereafter, issue such bonds in the manner and form herein prescribed for the purpose of funding any outstanding warrants or obligations of such district, and in case of such last named issue all the outstanding warrants shall immediately become due and payable upon receipt of the money by the county treasurer from the sale of said bonds, and upon a call of such outstanding obligations to be issued by him(~~(, which)~~). The call shall be made by said treasurer immediately upon receipt of the proceeds from the sale of said bonds by publication for two successive weeks in the county paper authorized to do the county printing(~~(, and)~~). Such warrants and outstanding obligations shall cease to draw interest at the end of thirty days after the date of the first publication: PROVIDED, That no bonds shall, under the provisions hereof, be sold for less than their par value.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 185. Section 27, chapter 115, Laws of 1895 as last amended by section 89, chapter 56, Laws of 1970 ex. sess. and RCW 85.06.270 are each amended to read as follows:

(1) Said bonds shall be numbered from one upwards, consecutively, and be in denominations of not less than one hundred dollars nor more than one thousand dollars. They shall bear the date of issue, shall be made payable (~~(to the bearer)~~) in not more than ten years nor less than five years from the date of their issue, and bear interest at a rate or rates as authorized by the commissioners of the drainage district, payable annually(~~(, with coupons attached for each interest payment)~~). The bonds may be in any form, including bearer or registered, as provided in section 3 of this 1983 act. The bonds and (~~(each)~~) any coupon shall be signed by the chairman of the board of drainage commissioners, and shall be attested by the secretary of said board, and the seal of such district shall be affixed to each bond, but not to (~~(the)~~) any coupons.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 186. Section 31, chapter 115, Laws of 1895 and RCW 85.06.310 are each amended to read as follows:

It shall be the duty of such drainage commissioners annually to levy an assessment sufficient for the payment of ~~((the coupons hereinbefore mentioned as they fall due. Said))~~ principal and interest on any bonds issued by the drainage district. Any coupons shall be considered for all purposes as warrants drawn upon the funds of the district issuing bonds under the provisions of this chapter, and, when presented to the county treasurer, and no funds are in the treasury to pay said coupons, it shall be his duty to indorse said coupons as presented for payment in the same manner as other warrants upon the funds of said district are indorsed, and thereafter said coupons shall bear interest at the same rate as other warrants so presented and unpaid. When there are no funds in the treasury to make interest payments on bonds not having coupons, the overdue interest payments shall bear interest at the same rate as unpaid warrants that are presented to the county treasurer.

Sec. 187. Section 1, chapter 174, Laws of 1927 as last amended by section 90, chapter 56, Laws of 1970 ex. sess. and RCW 85.06.321 are each amended to read as follows:

(1) If any default shall have occurred in the payment of interest or principal of bonds of a drainage district and the board of drainage commissioners finds that any considerable number of owners of assessed lands are not and will not be able to pay assessments sufficient to meet without further default the principal of bonds still outstanding, the district, with the assent of the ~~((holders))~~ owners of all outstanding bonds not yet callable for payment, may issue refunding bonds pursuant to the plan prescribed in RCW 85.06.321 through 85.06.329, and use the proceeds, together with money derived from assessments, to pay the outstanding bonds. The ~~((maturity date))~~ maximum terms of refunding bonds shall be either twelve or seventeen years from their date, as the board shall determine, but they may be paid before maturity as hereinafter provided. Bonds shall be numbered consecutively from one up, be in denominations of one hundred, five hundred or one thousand dollars, be dated the first day of the month in which they are issued, ~~((be payable to bearer,))~~ draw interest ~~((evidenced by coupons))~~ payable semiannually at such rate or rates as authorized by the board of drainage commissioners, and be executed in the name and under the seal of the district by the president and the secretary of the board. Interest shall be payable on the first days of January and July of each year except that the first interest payment date shall be July first of the year following that in which the bonds were issued. Such bonds may be in any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 188. Section 1, chapter 174, Laws of 1927 and RCW 85.06.327 are each amended to read as follows:

~~((Before refunding bonds are delivered the county treasurer shall register them in a book kept for that purpose to be known as the bond register, in which shall be entered the number and amount of each bond, the dates of issue, maturity, call and payment, the rate of interest, and to whom payable.))~~ Proceeds of a sale of bonds shall be paid by the purchaser to the treasurer, and every exchange of refunding bonds for outstanding bonds shall be made through the treasurer.

Sec. 189. Section 1, chapter 103, Laws of 1935 and RCW 85.07.060 are each amended to read as follows:

(1) Any board of commissioners of any diking or drainage district may, at any time, without petition and on its own motion, issue bonds of such district for the purpose of funding any outstanding warrants of such district. No bonds so issued shall be sold for less than their par value. They may be sold at public or private sale. Any department or agency of the state of Washington having power to invest funds is hereby authorized and empowered to use the same to buy such bonds.

(2) Such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 190. Section 2, chapter 103, Laws of 1935 as last amended by section 91, chapter 56, Laws of 1970 ex. sess. and RCW 85.07.070 are each amended to read as follows:

(1) Said bonds shall be numbered consecutively from one upwards and shall be in denominations of not less than one hundred dollars nor more than one thousand dollars each. They shall bear the date of issue, shall be made payable ~~((to the bearer))~~ in not more than ten years from the date of their issue, and shall bear interest at a rate or rates as authorized by the board of commissioners, payable annually ~~((, with coupons attached for each interest payment))~~. The bonds may be in any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act. The bonds and ~~((each))~~ any coupon shall be signed by the chairman of the board of commissioners of each district and shall be attested by the secretary of said board. The seal, if any, of such district shall be affixed to each bond, but it need not be affixed to ~~((the))~~ any coupon.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 191. Section 3, chapter 103, Laws of 1935 and RCW 85.07.080 are each amended to read as follows:

~~((When said bonds are sold, but before they are delivered to the purchaser, they shall be presented to the county treasurer who shall register them in a book kept for that purpose and known as the bond register, in which he shall enter the number of each bond, the date of issue, the maturity, amount and rate of interest, when payable, and to whom sold:))~~ The proceeds derived from the sale of said bonds shall be paid by the purchaser thereof to the county treasurer for the use, benefit, and account of the district issuing same.

Sec. 192. Section 6, chapter 103, Laws of 1935 and RCW 85.07.110 are each amended to read as follows:

It shall be the duty of the commissioners of such district annually to levy ~~((an))~~ assessments sufficient to pay ~~((the coupons upon))~~ interest on such bonds as they fall due. They may at any time levy such additional assessment as they deem best to redeem and retire such bonds. Commencing not less than five years before the due date of such bonds, they shall determine the number of equal annual levies necessary to retire such bonds at maturity, and annually thereafter levy an assessment sufficient to liquidate all of said bonds by maturity. Such levies for interest and redemption of the bonds shall be added to the annual cost of the maintenance of the diking or drainage system of said district. Such assessments shall be collected by the county treasurer and kept as a special fund for the sole purpose of paying interest upon and liquidating said bonds.

Sec. 193. Section 17, chapter 176, Laws of 1913 as last amended by section 1, chapter 125, Laws of 1933 and RCW 85.08.240 are each amended to read as follows:

(1) The cost of improvement shall be paid by assessments upon the property benefited, said assessments to be levied and apportioned as hereinafter prescribed. At the hearing provided for in RCW 85.08.160, the ~~((board of))~~ county ~~((commissioners))~~ legislative authority shall determine in what manner and within how many years said assessments shall be paid, and shall also at such hearing determine whether the evidence of indebtedness for the cost of said improvement shall be bonds or warrants. If bonds, it shall fix either ten or fifteen annual installments for the payment of said assessment. If warrants, it shall fix not to exceed five annual installments for the payment of said assessment. In case bonds are to be issued and the ~~((board))~~ county legislative authority shall determine on ten annual installments for the payment of said assessment, the installments thereof shall become due and collectible as follows:

For the 1st year	5%
For the 2nd year	5%
For the 3rd year	5%
For the 4th year	10%
For the 5th year	10%

For the 6th year	10%
For the 7th year	10%
For the 8th year	15%
For the 9th year	15%
For the 10th year	15%

In case bonds are to be issued and the ((board)) county legislative authority shall determine on fifteen annual installments for the payment of said assessment, the installments thereof shall become due and collectible as follows:

For the 1st year	5%
For the 2nd year	5%
For the 3rd year	5%
For the 4th year	5%
For the 5th year	6%
For the 6th year	6%
For the 7th year	6%
For the 8th year	6%
For each succeeding year	8%

PROVIDED, That if at any time before the bonds of the district, or any thereof, are sold it shall appear to the ((board)) county legislative authority that it will be for the best interests of the district that the bonds of the district to be paid in fifteen annual installments, shall be paid in annual installments beginning after the expiration of five years from the date of the bonds, the ((board)) county legislative authority shall be authorized to provide, by resolution entered in its minutes, that such bonds shall be paid in fifteen annual installments and shall become due and collectible as follows:

For the 6th year	5%
For the 7th year	5%
For the 8th year	5%
For the 9th year	5%
For the 10th year	6%
For the 11th year	6%
For the 12th year	6%
For the 13th year	6%
For each succeeding year	8%

AND, PROVIDED FURTHER, That the ((board)) county legislative authority may by resolution to that effect provide that the bonds sold shall include a sum sufficient to pay the first four years' interest or less, to accrue on said bonds.

In case warrants are to be issued no annual installments shall be less than one-tenth nor more than one-half of the entire assessment.

In the event that the entire assessment upon any single tract or parcel of land, or contiguous tracts or groups of tracts belonging to the same owner is twenty-five dollars or less, such assessment shall become due and payable at the time the first general taxes next after the date of the levy shall become due, and the terms of this chapter relating to the payment of assessments in installments shall not apply to such assessments. The bonds shall be of such denomination, not less than one hundred dollars or more than five hundred dollars as the county (~~commissioners~~) legislative authority shall by resolution prescribe. The interest thereon shall be payable semiannually and the bonds shall be numbered consecutively, be (~~coupon~~) in any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act, and shall recite that they are secured to be paid by assessments upon the property of drainage (or diking or sewerage) improvement district number of county, and that they are not a general obligation of such county. They shall be payable in their serial order, on any (~~semi-annual coupon~~) interest payment date, on the call of the treasurer whenever there shall be sufficient money in the bond redemption fund of the district against which they are issued, over and above that necessary for the payment of interest on all outstanding bonds, to pay the principal of one or more bonds at the next (~~coupon~~) interest payment date: PROVIDED, That the proportionate amount of the entire issue of bonds called in the respective years shall not be in excess of the following bond redemption schedule:

First, in case the assessment is payable in ten annual installments:

For the 1st year	10%
For the 2nd year	10%
For the 3rd year	10%
For the 4th year	10%
For the 5th year	10%
For the 6th year	10%
For the 7th year	10%
For the 8th year	15%
For the 9th year	15%

Second, in case the assessment is payable in fifteen annual installments:

For the 1st year	10%
For the 2nd year	6%
For the 3rd year	6%
For the 4th year	6%
For the 5th year	6%
For the 6th year	6%
For the 7th year	5%
For the 8th year	5%
For the 9th year	10%

For the 10th year	10%
For the 11th year	10%
For the 12th year	10%
For the 13th year	10%

And in case the assessment is payable commencing five years after the issue of said bonds the proportionate amount of the entire issue of bonds called in the respective years shall not be in excess of the following bond redemption schedule:

For the 6th year	10%
For the 7th year	6%
For the 8th year	6%
For the 9th year	6%
For the 10th year	6%
For the 11th year	6%
For the 12th year	5%
For the 13th year	5%
For the 14th year	10%
For the 15th year	10%
For the 16th year	10%
For the 17th year	10%
For the 18th year	10%

The treasurer shall give notice of such call by publication in the county official newspaper once each week for two consecutive weeks, the first publication of which notice shall be at least fifteen days prior to the next ~~((coupon))~~ interest payment date, stating that bonds number (giving their serial number or numbers) will be paid on the date the next ~~((coupons))~~ interest payments on said bonds shall become due, and interest upon such bonds shall thereupon cease upon such date. Each warrant and bond shall bear the date of its issuance and recite that it is payable on or before the first day of January of the third year after the last installment of the assessment upon which it is based shall become due. Each bond shall state on its face that bonds of the district cannot be called for payment at an earlier maturity than in accordance with the schedule therefor applicable thereto as herein provided, which schedule shall be printed on the face of the bonds. Each warrant and bonds shall be signed by a majority of the ~~((board-of))~~ county ~~((commissioners))~~ legislative authority and attested by the county auditor under his seal, and ~~((each))~~ any coupon shall have printed thereon a facsimile of the signature of such officers. Where coupons are attached, interest coupon number 1 ~~((on such bonds))~~ shall be for the amount of interest due from the date of the issuance of said bonds to the first day of July in the year in which the first installment of the assessment becomes due and payable. ~~((The county treasurer shall register said bonds and warrants before the issuance thereof in a book kept for that~~

~~purpose and shall certify on each thereof under his seal that it has been so registered, and that the signatures thereon are the genuine signatures of said county commissioners and the county auditor, and that the seal attached is the seal of the county auditor.))~~ Neither bonds nor warrants shall be issued until after the expiration of the thirty days from the first publication of the notice given by the treasurer as provided in ~~((section 4435))~~ RCW 85.08.420 and shall not be issued in any amount in excess of that portion of the assessment remaining unpaid after the expiration of such thirty day period.

(2) Notwithstanding subsection (1) of this section, such bonds and warrants may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 194. Section 18, chapter 176, Laws of 1913 as amended by section 24, chapter 130, Laws of 1917 and RCW 85.08.280 are each amended to read as follows:

(1) The ((board of)) county ((commissioners)) legislative authority shall offer for sale the warrants and bonds or any part thereof, issued under the provisions of this chapter, and pay the proceeds thereof into the construction fund. Such sale shall be at public offering and under such rules and regulations and on such notice as they may determine, and the ~~((commissioners))~~ county legislative authority may accept the highest and best bid for such bonds or warrants received at such offering, or may reject any or all bids received. Any warrants or bonds issued under the provisions of this chapter or such portions thereof as shall remain unsold or undisposed of may be issued to the contractor constructing the improvement or any part thereof in payment therefor, and in case the improvement or any part thereof shall be constructed by the board of supervisors as in this chapter provided, may be issued in payment for work, labor and material performed and furnished therefor.

(2) Notwithstanding subsection (1) of this section, such bonds and warrants may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 195. Section 30, chapter 176, Laws of 1913 as last amended by section 24, chapter 156, Laws of 1981 and RCW 85.08.430 are each amended to read as follows:

After the expiration of said thirty-day period, payment of assessments in full, with interest to the next ~~((coupon))~~ interest payment date which is more than thirty days from the date of such payment, may be made at any time; PROVIDED, That the aggregate amount of such advance payments in any year, together with the total amount of the assessments due at the beginning of said year, shall not exceed the total amount of the bonds which may be called in that year according to the applicable bond redemption schedule. The treasurer shall accept payments of assessments in advance, in the order tendered, until the limit herein set forth has been reached.

The assessments contained in the assessment roll shall bear interest from the expiration of the thirty-day period at a rate determined by the county legislative authority and interest upon the entire assessment then unpaid shall be due and payable at the time each of said installments becomes due and payable as a part thereof.

The assessments contained in said assessment roll shall be liens upon the property assessed, such lien shall be of equal rank with other liens assessed against the property for local improvements and paramount to all other liens except the lien of general taxes, and shall relate back to and take effect as of the date when the county legislative authority determined to proceed with the construction of the improvement as provided in RCW 85.08.220.

Sec. 196. Section 1, chapter 211, Laws of 1929 as last amended by section 1, chapter 38, Laws of 1933 ex. sess. and RCW 85.09.010 are each amended to read as follows:

(1) Whenever any bonds and/or warrants of any diking or drainage improvement district of this state shall become payable or be outstanding and the ~~((board or boards of county commissioners))~~ legislative authority or authorities of the county or counties wherein such district lies shall determine that it will be for the best interests of the owners of the lands included in such district to issue refunding bonds and to levy ~~((an))~~ assessments to meet such obligations, they may levy such assessments and fix the time for the payment thereof and fix the installments in which such assessment shall be paid; and they may issue refunding bonds of the district in the manner hereinafter provided, to provide funds with which to pay such outstanding bonds and/or warrants.

Such refunding bonds (except in case the refunding loan shall be from the United States) shall be payable in such series and at such time or times over a period not exceeding twenty-five years as the ~~((board of))~~ county ~~((commissioners))~~ legislative authority shall determine; they shall bear interest payable semiannually on January first and July first of each year at such rate or rates as the said ~~((board of))~~ county ~~((commissioners))~~ legislative authority shall determine; and all bonds shall be payable at any interest paying date on or before the due date thereof.

The assessments to support such refunding bonds shall become due in annual installments over a period not exceeding twenty-five years in amounts and installments adequate to retire the bonds as they fall due, as may be fixed by the ~~((board of))~~ county ~~((commissioners, and shall bear the same rate of interest as the said bonds))~~ legislative authority; and any and all assessments may be paid at any time, with interest to next interest paying date.

If such refunding bonds are to be deposited with, and the refunding loan to be procured from the Reconstruction Finance Corporation or any other loaning agency created by act of the congress of the United States, or from the United States, pursuant to any act of the congress of the United States,

the assessment to support said refunding bonds may be spread over such period of years, and shall become due in such installments, and bear such interest as shall be required by the Reconstruction Finance Corporation or such other loaning agency or by such proper official of the United States or by said act of congress; and the bonds shall be payable in such series, and at such times, and shall bear such rate or rates of interest as may be prescribed by the Reconstruction Finance Corporation or such other loaning agency or by such official of the United States or by such act of congress. The ~~((board of))~~ county ~~((commissioners))~~ legislative authority shall have power to contract for the sale of said bonds to the United States, the Reconstruction Finance Corporation or other loaning agency created by act of congress, and to procure a refunding loan from the United States, the Reconstruction Finance Corporation or other loaning agency, on such terms and under such regulations, and to levy an assessment to pay said bonds in such installments or series, and over such period, as the Reconstruction Finance Corporation or such other loaning agency or the proper official of the United States or such act of congress may prescribe; and it shall not in such case be necessary to sell such refunding bonds at public sale.

In case no sale of such refunding bonds can in the judgment of the ~~((board of))~~ county ~~((commissioners))~~ legislative authority be made on more advantageous terms, the county ~~((commissioners))~~ legislative authority may exchange such refunding bonds of the district at not less than par value and at not more than the rate of interest of the old bonds and/or warrants for an equal or greater amount of the outstanding bonds and/or warrants of said district without offering them at public sale.

When any assessment or installments of assessments to meet such refunding bonds, shall be delinquent for a period of two years, certificates of delinquency thereon shall be issued to the county, and foreclosure thereof shall forthwith be effected in the manner provided for such foreclosure of assessments in drainage and diking improvement districts.

When any land subject to an assessment to support refunding bonds issued pursuant to this chapter shall be conveyed by a county treasurer's deed to satisfy irrigation district assessments, such irrigation district deed shall eliminate all such drainage and/or diking assessments or installments thereof which are delinquent at the date of issuance thereof; but all such drainage and/or diking assessments or installments thereof not yet delinquent at the date of issuance of such deed shall remain a lien against such land and the title conveyed by the irrigation district deed shall be subject thereto.

Except as herein otherwise provided, all the provisions of chapter ~~((176 of the Laws of 1913 and acts amendatory thereof))~~ 85.08 RCW including joint action by the ~~((boards of commissioners))~~ legislative authorities of both counties in case of a district extending into two counties shall apply to

and be the law and shall govern the form and manner of said sale and issuance and payment of the refunding bonds, the rate or rates of interest they shall bear, and the form of such bonds, including bearer bonds or registered bonds as provided in section 3 of this 1983 act, the levy of the assessment to support the ~~((same))~~ bonds, appeals to the courts from actions by the county ~~((commissioners))~~ legislative authority, the manner of the collection of said assessments, and all other matters pertaining to the said refunding bonds and the assessment to meet the same, and except as herein otherwise provided, refunding bonds authorized, issued and disposed of under the provisions of this chapter shall entitle the ~~((holders and))~~ owners thereof to the same rights and privileges, shall constitute a lien on the same property and be paid in the same manner as the original bonds refunded by said bond issue.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 197. Section 3, chapter 26, Laws of 1949 and RCW 85.16.030 are each amended to read as follows:

(1) In maintaining a system of improvements of any such district the supervisors thereof may at any time, with the approval of the ~~((board))~~ county legislative authority and upon determination by such ~~((board))~~ county legislative authority that an emergency exists, make expenditures in excess of the last annual maintenance levy theretofore made, which excess amount or amounts shall in such event be included in the maintenance levy for the succeeding year except as otherwise herein provided.

When, owing to floods, earthquakes, inadequate maintenance or any other cause, it shall be found by the ~~((board))~~ county legislative authority, after consideration of the supervisors' recommendations, plans and specifications and schedules of estimated costs of maintenance work required, that necessary maintenance work will require extraordinary maintenance expenditures and the ~~((board))~~ county legislative authority shall have authorized such extraordinary maintenance work to be done as herein provided, the ~~((board))~~ county legislative authority may provide that the levy to meet such extraordinary expenditures shall be spread over a term of years and warrants or bonds issued to meet the same. Such terms shall not exceed five years if warrants are issued, and shall be either ten or fifteen years if bonds are issued, all as the ~~((board))~~ county legislative authority shall determine. The form, tenor, and amount of such bonds and warrants, the number of installments in which the assessments shall be paid, and the time and method of payment of assessments shall be the same as provided in RCW 85.08.240, for the original construction cost of a system of improvements: PROVIDED HOWEVER, That said bonds and warrants may be in denominations of one thousand dollars. Such bonds and warrants may be in any form, including bearer bonds or bearer warrants, or registered bonds or

registered warrants as provided in section 3 of this 1983 act. In case maintenance bonds or warrants to cover extraordinary maintenance expenditures are issued as herein provided, then a maintenance bond or warrant redemption fund for each separate issue of bonds or warrants shall be created into which all moneys derived from assessments levied to pay each issue shall be paid. Such redemption fund shall be applied first to the payment of the interest due upon such bonds or warrants and second to the payment of the principal thereof. After payment in full of principal and interest of any such issue of bonds or warrants, any balance thereafter remaining in any such redemption fund shall be paid into the district's maintenance fund.

(2) Notwithstanding subsection (1) of this section, such bonds and warrants may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 198. Section 13, chapter 26, Laws of 1949 as last amended by section 92, chapter 56, Laws of 1970 ex. sess. and RCW 85.16.180 are each amended to read as follows:

(1) The ~~((board))~~ county legislative authority shall thereupon enter an order authorizing the contemplated extraordinary maintenance work to be done and authorizing the issuance of temporary construction warrants to pay the cost of said work as it progresses, which warrants may bear interest at such rate or rates of interest as the ~~((board))~~ county legislative authority shall determine. Bonds or warrants to pay the costs of such extraordinary maintenance may be issued and sold at one time or from time to time and in such series and amounts as may be found practicable and as determined by the board.

(2) Notwithstanding subsection (1) of this section, such bonds and warrants may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 199. Section 17, chapter 225, Laws of 1909 and RCW 85.24.160 are each amended to read as follows:

The owner of any lot or parcel of land charged with any assessment, as hereinbefore provided, may redeem the same from all liability by paying the entire assessment charged against such lot or parcel of land, or part thereof, without interest, within thirty days after notice to him of such assessment, as herein provided, or may redeem same any time after the bonds ~~((above specified))~~ authorized in RCW 85.24.230 shall have been issued by paying the full amount of all the principal and interest to the end of the interest year then expiring or next to expire. The board shall pay the interest on the bonds authorized to be issued under this chapter out of the respective local improvement funds, from which they are payable, and whenever there shall be sufficient money in any of such funds against which bonds have been issued under provisions of this chapter, over and above the amount necessary for the payment of interest on all unpaid bonds, and sufficient to pay the principal of one or more bonds, the board shall call in and pay such bond:

PROVIDED, Said bonds shall be called in and paid in their numerical order: PROVIDED FURTHER, That such call shall be made by publication in one or more newspapers on the day following the delinquencies of the installment of the assessment, or as soon thereafter as practicable and shall state that bonds Nos. (giving serial number and numbers of the bonds called) will be paid on the day the interest (~~(coupons)~~) payments on such bonds shall become due, and interest upon such bonds shall cease upon such date.

Sec. 200. Section 16, chapter 225, Laws of 1909 as last amended by section 27, chapter 156, Laws of 1981 and RCW 85.24.230 are each amended to read as follows:

(1) Any such district by and through its board of commissioners, may, by resolution of such board, cause to be issued in the name of the district, bonds for the whole cost of the improvement, less such amounts as shall have been paid within the thirty days provided for redemption, as herein specified. Such bonds shall be called Local Improvement Bonds, Diking and Drainage District No. in and counties, state of Washington, and shall be payable in not more than ten years after date, and shall be subject to annual call by the board, in such manner and amount as there may be cash on hand to pay, in the respective local improvement fund, from which such bonds are payable(~~(; interest to be paid at the office of the treasurer of the fund)~~).

The board shall have the right to fix the beginning of the maturity of said bonds at not later than five years from date thereof. Said bonds shall bear interest at a rate or rates determined by the board, and shall be in such denominations as the board may determine, and shall be sold at not less than par and accrued interest, or said bonds may be exchanged at not less than par and accrued interest for outstanding warrants. All warrants and bonds provided for in this chapter shall be retired in their numerical order. In making sale of said bonds the board shall advertise the same for sale to the highest bidder, upon such notice as it may determine. Such bonds and warrants may be in any form, including bearer bonds or bearer warrants, or registered bonds or registered warrants as provided in section 3 of this 1983 act.

Any bonds issued hereunder shall be subject to annual call by the treasurer of the board at the expiration of any year before maturity, in such manner and amounts as there may be cash on hand with which to pay the same in the said fund from which the same may be payable. Such call for payment shall be made by publishing notice of such call in a newspaper in each county in which said district is situated for three consecutive issues beginning not more than twenty days before the expiration of any year from the date of such bond, and interest on said bonds shall cease at the date named in such call.

~~((Said bonds shall have attached thereto interest coupons representing the annual or semiannual interest for the term of said bond:))~~

The bonds and any interest coupons shall be signed by the chairman and secretary of said board, provided that ~~((the))~~ any interest coupons may be executed by a facsimile of said signatures in lieu thereof.

~~((It shall be the duty of the board to keep a register of all such bonds:))~~

(2)* Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 201. Section 109, chapter 72, Laws of 1937 and RCW 86.09.325 are each amended to read as follows:

The ex officio district treasurer shall pay out moneys collected or deposited with him in behalf of the district, or portions thereof, upon warrants issued by the county auditor against the proper funds of the districts, except the sums to be paid out of the bond fund ~~((upon the coupons or bonds presented to the treasurer))~~ for interest and principal payments on bonds.

Sec. 202. Section 188, chapter 72, Laws of 1937 and RCW 86.09.562 are each amended to read as follows:

Said county treasurer shall pay out the moneys received or deposited with him or any portion thereof upon warrants issued by the county auditor of the same county of which the district treasurer is an officer against the proper funds of the district except the sums to be paid out of the bond funds ~~((upon the coupons or bonds presented to such treasurer))~~ for interest and principal payments on bonds.

Sec. 203. Section 191, chapter 72, Laws of 1937 and RCW 86.09.571 are each amended to read as follows:

(1) Said bonds shall on their face pledge the full faith and credit of the district to their payment, shall be in such form as the ~~((state director))~~ department of ecology shall prescribe, shall be in such denominations as the board shall determine, shall be serial and with maturities providing a definite schedule of amortization, shall be payable at such place as shall be designated thereon, not more than thirty-five years from their date, and shall be numbered consecutively: PROVIDED, That the annual levy for bond purposes shall not in any year exceed by more than thirty percent the normal annual levy required by the amortized plan of payment of said bonds and interest against all the assessable lands in the district. Such bonds may be in any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 204. Section 194, chapter 72, Laws of 1937 as last amended by section 93, chapter 56, Laws of 1970 ex. sess. and RCW 86.09.580 are each amended to read as follows:

(1) Said bonds shall bear the date of their issue, shall ~~((be made payable to bearer with))~~ have interest at a rate or rates as authorized by the district board, payable semiannually on the first day of January and of July in each year until paid ~~((and with coupons attached, for each interest payment))~~. Such bonds may be in any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 205. Section 195, chapter 72, Laws of 1937 and RCW 86.09.583 are each amended to read as follows:

(1) Said bonds shall be signed by the president of the district board and shall be attested by the secretary and the seal of the district affixed to each bond but not to ~~((the))~~ any coupons. ~~((The))~~ Any coupons shall be signed by the same officers but the signature on the coupons may appear by lithographic facsimile.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 206. Section 196, chapter 72, Laws of 1937 and RCW 86.09.586 are each amended to read as follows:

(1) Said bonds shall express upon their face that they were issued by authority of this chapter, stating its title and date of approval and shall also state the number of issue of which said bonds are a part.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 207. Section 200, chapter 72, Laws of 1937 as last amended by section 94, chapter 56, Laws of 1970 ex. sess. and RCW 86.09.598 are each amended to read as follows:

(1) Said utility bonds shall be numbered consecutively, shall mature in series amortized in a definite schedule during a period not to exceed twenty years from the date of their issuance, shall be in such denominations and form and shall be payable, with annual or semiannual interest at such rate or rates and at such place as the ~~((state director))~~ department of ecology shall provide. Such bonds may be in any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 208. Section 202, chapter 72, Laws of 1937 and RCW 86.09.604 are each amended to read as follows:

(1) Upon approval of the ~~((state director))~~ department of ecology first obtained, the district board shall have authority to issue and dispose of ~~short~~ term general obligation bonds of the district in such amount or amounts, not exceeding the aggregate amount of the district's collected revenue for the year next previous to the date of their issue, on such conditions and in such form as said ~~((state director))~~ department of ecology shall prescribe including issuance and sale in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act). Such bonds shall not run for a longer term than five years and may be issued without a district election authorizing them: PROVIDED, That a second issue of such bonds shall not be authorized until all outstanding short term bonds of the previous issue have been paid. Such bonds may be in any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act.

Sec. 209. Section 203, chapter 72, Laws of 1937 and RCW 86.09.607 are each amended to read as follows:

(1) Bonds of flood control districts issued under the provisions of this chapter shall not be sold nor disposed of for less than ninety percent of par and where issued in exchange for labor or service, materials or machinery and appliances, such labor or service and/or property given in exchange shall be appraised in writing and approved by the ~~((state director))~~ department of ecology.

(2) Notwithstanding subsection (1) of this section, such bonds may be sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 210. Section 205, chapter 72, Laws of 1937 and RCW 86.09.613 are each amended to read as follows:

General obligation bonds of the district ~~((and their interest coupons))~~ of an earlier issue shall carry no preference as to payment over those of subsequent issue. Such bonds ~~((and their coupons))~~ shall be paid in the order of their respective maturity dates. When there is not sufficient money in the general bond fund to pay all bond maturities and interest then due, the county treasurer shall pay the interest on the due and unpaid bond or bonds of the earliest maturity in accordance with their numerical order, beginning with the bond having the smallest number, to the extent of the available money in the general bond fund.

Sec. 211. Section 17, chapter 153, Laws of 1961 and RCW 86.15.170 are each amended to read as follows:

(1) The ~~((board))~~ county legislative authority may authorize the issuance of general obligation bonds to finance any flood control improvement. Such general obligation bonds may be issued only when authorized by the voters pursuant to RCW 84.52.056. Such bonds shall be issued on behalf of

the zone or participating zones and be approved by the voters of the zone or participating zones when the improvement has by the resolution, provided in RCW 86.15.110, been found to be of benefit to a zone or participating zones. Such bonds may be in any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act.

(2) Such bonds may be issued in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 212. Section 8, chapter 136, Laws of 1967 ex. sess. and RCW 86-.15.178 are each amended to read as follows:

(1) The ((board)) county legislative authority may authorize the issuance of revenue bonds to finance any flood control improvement. Such bonds may be issued and sold by the ((board)) county legislative authority in the same manner as prescribed in RCW 36.67.510 through 36.67.570 pertaining to counties. Such bonds shall be issued on behalf of the zone or participating zones when the improvement has by the resolution, provided in RCW 86.15.110, been found to be of benefit to a zone or participating zones. Such bonds may be in any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act.

Each revenue bond shall state on its face that it is payable from a special fund, naming such fund and the resolution creating the fund.

Revenue bond principal, interest, and all other related necessary expenses shall be payable only out of the appropriate special fund.

A zone or participating zones shall have a lien for delinquent service charges, including interest thereon, against the premises benefited by a flood control improvement, which lien shall be superior to all other liens and encumbrances except general taxes and local and special assessments. Such lien shall be effective and shall be enforced and foreclosed in the same manner as provided for sewerage liens of cities and towns by RCW 35.67-.200 through 35.67.290.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 213. Section 15, page 679, Laws of 1889-90 as last amended by section 1, chapter 119, Laws of 1977 ex. sess. and RCW 87.03.200 are each amended to read as follows:

(1) At ((such)) the election provided for in RCW 87.03.190, there shall be submitted to the electors of said district possessing the qualifications prescribed by law the question of whether or not the bonds of said district in the amount and of the maturities determined by the board of directors shall be issued. Bonds issued under the provisions of this act shall be serial bonds payable in legal currency of the United States in such series and amounts as shall be determined and declared by the board of directors in the resolution calling the election: PROVIDED, That the first series shall mature not later than ten years and the last series not later than forty years from the date

thereof: PROVIDED FURTHER, That bonds, authorized by a special election held in the district under the provisions of a former statute, which has subsequent to said authorization been amended, but not issued prior to the amendment of said former statute, may be issued in the form provided in said former statute, and any such bonds heretofore or hereafter so issued and sold are hereby confirmed and validated.

Notice of such bond election must be given by publication of such notice in some newspaper published in the county where the office of the board of directors of such district is required to be kept, once a week for at least two weeks (three times). Such notices must specify the time of holding the election, and the amount and maturities of bonds proposed to be issued; and said election must be held and the results thereof determined and declared in all respects as nearly as practicable in conformity with the provisions of law governing the election of the district officers: PROVIDED, That no informality in conducting such election shall invalidate the same, if the election shall have been otherwise fairly conducted. At such election the ballots shall contain the words "Bonds Yes" and "Bonds No," or words equivalent thereto. If a majority of the votes cast are cast "Bonds Yes," the board of directors shall thereupon have authority to cause bonds in said amount and maturities to be issued. If the majority of the votes cast at any bond election are "Bonds No," the result of such election shall be so declared and entered of record; but if contract is made or is to be made with the United States as in RCW 87.03.140 provided, and bonds are not to be deposited with the United States in connection with such contract, the question submitted at such special election shall be whether contract shall be entered into with the United States. The notice of election shall state under the terms of what act or acts of congress contract is proposed to be made, and the maximum amount of money payable to the United States for construction purposes exclusive of penalties and interest. The ballots for such election shall contain the words "Contract with the United States Yes" and "Contract with the United States No," or words equivalent thereto. And whenever thereafter said board, in its judgment, deems it for the best interest of the district that the question of issuance of bonds for said amount, or any amount, or the question of entering into a contract with the United States, shall be submitted to said electors, it shall so declare, by resolution recorded in its minutes, and may thereupon submit such question to said electors in the same manner and with like effect as at such previous election.

(2) All bonds issued under this act shall bear interest at such rate or rates as the board of directors may determine, payable semiannually on the first day of January and of July of each year. The principal and interest shall be payable at the office of the county treasurer of the county in which the office of the board of directors is situated, or if the board of directors shall so determine at the fiscal agency of the state of Washington in New York City, said place of payment to be designated in the bond. The bonds

may be in such denominations as the board of directors may in its discretion determine, except that bonds other than bond number one of any issue shall be in a denomination that is a multiple of one hundred dollars. Such bonds may be in any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act. Said bonds shall be negotiable in form, signed by the president and secretary, and the seal of the district shall be affixed thereto. (~~The county treasurer shall register said bonds before the issuance thereof in a book kept for that purpose, and shall certify on each thereof under his seal that it has been so registered.~~) The printed, engraved, or lithographed facsimile signatures of the president and secretary of the district's board of directors (~~and the county treasurer~~) shall be sufficient signatures on the bonds or any coupons: PROVIDED, That such facsimile signatures on the bonds may be used only after the filing, by the officer whose facsimile signature is to be used, with the secretary of state of his manual signature certified by him under oath, whereupon that officer's facsimile signature has the same legal effect as his manual signature: PROVIDED, FURTHER, That either the president of the board of directors' or the secretary's signature on the bonds shall be manually subscribed: AND PROVIDED FURTHER, That whenever such facsimile reproduction of the signature of any officer is used in place of the manual signature of such officer, the district's board of directors shall specify in a written order or requisition to the printer, engraver, or lithographer the number of bonds or any coupons upon which such facsimile signature is to be printed, engraved, or lithographed and the manner of numbering the bonds or any coupons upon which such signature shall be placed. Within ninety days after the completion of the printing, engraving, or lithographing of such bonds or any coupons, the plate or plates used for the purpose of affixing the facsimile signature shall be destroyed, and it shall be the duty of the district's board of directors, within ninety days after receipt of the completed bonds or any coupons, to ascertain that such plate or plates have been destroyed. Every printer, engraver, or lithographer who, with the intent to defraud, prints, engraves, or lithographs a facsimile signature upon any bond or any coupon without written order of the district's board of directors, or fails to destroy such plate or plates containing the facsimile signature upon direction of such issuing authority, shall be guilty of felony.

(3) Whenever the electors shall vote to authorize the issuance of bonds of the district such authorization shall nullify and cancel all unsold bonds previously authorized, and if the question is submitted to and carried by the electors at the bond election, any bond issue may be exchanged in whole or in part, at par, for any or all of a valid outstanding bond issue of the district when mutually agreeable to the owner or owners thereof and the district, and the amount of said last bond issue in excess, if any, of that required for exchange purposes, may be sold as in the case of an original issue. The

bonds of any issue authorized to be exchanged in whole or in part for outstanding bonds shall state on their face the amount of such issue so exchanged, and shall contain a certificate of the treasurer of the district as to the amount of the bonds exchanged, and that said outstanding bonds have been surrendered and canceled: PROVIDED FURTHER, That where bonds have been authorized and unsold, the board of directors may submit to the qualified voters of the district the question of canceling said previous authorization, which question shall be submitted upon the same notice and under the same regulations as govern the submission of the original question of authorizing a bond issue. At such election the ballots shall contain the words "Cancellation Yes," and "Cancellation No," or words equivalent thereto. If at such election a majority of the votes shall be "Cancellation Yes," the said issue shall be thereby canceled and no bonds may be issued thereunder. If the majority of said ballots shall be "Cancellation No," said original authorization shall continue in force with like effect as though said cancellation election had not been held: PROVIDED, That bonds deposited with the United States in payment or in pledge may call for the payment of such interest at such rate or rates, may be of such denominations, and call for the repayment of the principal at such times as may be agreed upon between the board and the secretary of the interior.

(4) Each issue shall be numbered consecutively as issued, and the bonds of each issue shall be numbered consecutively and bear date at the time of their issue. ~~((Coupons for the interest shall be attached to each bond, signed by the president of the board and the secretary. The signatures of the president and secretary may, however, appear by printed, engraved or lithographed facsimile.))~~ The bonds may be in any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act. Said bonds shall express upon their face that they were issued by authority of this act, stating its title and date of approval, and shall also state the number of issue of which such bonds are a part. ~~((The secretary shall keep a record of bonds sold, their number, the date of sale, the price received and the name of the purchaser.))~~ In case the money received by the sale of all bonds issued be insufficient for the completion of plans of the canals and works adopted, and additional bonds be not voted, or a contract calling for additional payment to the United States be not authorized and made, as the case may be, it shall be the duty of the board of directors to provide for the completion of said plans by levy of assessments therefor. It shall be lawful for any irrigation districts which have heretofore issued and sold bonds under the law then in force, to issue in place thereof an amount of bonds not in excess of such previous issue, and to sell the same, or any part thereof, as hereinafter provided, or exchange the same, or any part thereof, with the ~~((holders))~~ owners of such previously issued bonds which may be outstanding, upon such terms as may be agreed upon between the board of directors of the district and the holders of such outstanding bonds: PROVIDED, That the

question of such reissue of bonds shall have been previously voted upon favorably by the legally qualified electors of such district, in the same manner as required for the issue of original bonds, and the said board shall not exchange any such bonds for a less amount in par value of the bonds received; all of such old issue in place of which new bonds are issued shall be destroyed whenever lawfully in possession of said board. Bonds issued under the provisions of this section may, when so authorized by the electors, include a sum sufficient to pay the interest thereon for a period not exceeding the first four years. Whenever an issue of bonds shall have been authorized pursuant to law, and any of the earlier series shall have been sold, and the later series, or a portion thereof, remain unsold, the directors may sell such later series pursuant to law, or such portion thereof as shall be necessary to pay the earlier series, or said directors may exchange said later series for the earlier series at not less than the par value thereof, said sale or exchange to be made not more than six months before the maturity of said earlier series and upon said exchange being made the maturing bonds shall be disposed of as hereinbefore provided in the case of bonds authorized to be exchanged in whole or in part for outstanding bonds.

(5) Notwithstanding subsections (1) through (4) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 214. Section 16, page 681, Laws of 1889-90 as last amended by section 2, chapter 43, Laws of 1933 and RCW 87.03.210 are each amended to read as follows:

(1) The board may sell the bonds of the district or pledge the same to the United States from time to time in such quantities as may be necessary and most advantageous to raise money for the construction, reconstruction, betterment or extension of such canals and works, the acquisition of said property and property rights, the payment of outstanding district warrants when consented to in writing by the director of conservation and development, and to such extent as shall be authorized at said election, the assumption of indebtedness to the United States for the district lands, and otherwise to fully carry out the objects and purposes of the district organization, and may sell such bonds, or any of them, at private sale whenever the board deems it for the best interest of the district so to do: PROVIDED, That no election to authorize bonds to refund outstanding warrants shall be held and canvassed after the expiration of the year 1934. The board of directors shall also have power to sell said bonds, or any portion thereof, at private sale, and accept in payment therefor, property or property rights, labor and material necessary for the construction of its proposed canals or irrigation works, power plants, power sites and lines in connection therewith, whenever the board deems it for the best interests of the district so to do. If the board shall determine to sell the bonds of the district, or any portion thereof, at public sale, the secretary shall publish a notice of such sale for at

least three weeks in such newspaper or newspapers as the board may order. The notice shall state that sealed proposals will be received by the board, at its office, for the purchase of the bonds to be sold, until the day and hour named in the notice. At the time named in the notice, the board shall open the proposals and award the purchase of the bonds to the highest responsible bidder and may reject all bids: PROVIDED, That such bonds shall not be sold for less than ninety percent of their face value: AND PROVIDED, FURTHER, That the proceeds of all bonds sold for cash must be paid by the purchaser to the county treasurer of the county in which the office of the board is located, and credited to the bond fund.

(2) Notwithstanding subsection (1) of this section, such bonds may also be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 215. Section 17, page 681, Laws of 1889-90 as last amended by section 16, chapter 209, Laws of 1981 and RCW 87.03.215 are each amended to read as follows:

Said bonds and interest thereon and all payments due or to become due to the United States or the state of Washington under any contract between the district and the United States or the state of Washington accompanying which bonds of the district have not been deposited with the United States or the state of Washington, as in RCW 87.03.140 provided, shall be paid by revenue derived from an annual assessment upon the real property of the district, and all the real property in the district shall be and remain liable to be assessed for such payments until fully paid as hereinafter provided. And in addition to this provision and the other provisions herein made for the payment of said bonds and interest thereon as the same may become due, said bonds, or the contract with the United States or the state of Washington accompanying which bonds have not been deposited with the United States or the state of Washington, shall become a lien upon all the water rights and other property acquired by any irrigation district formed under the provisions of this chapter, and upon any canal or canals, ditch or ditches, flumes, feeders, storage reservoirs, machinery and other works and improvements acquired, owned or constructed by said irrigation district, and if default shall be made in the payment of the principal of said bonds or interest thereon, or any payment required by the contract with the United States, or the state of Washington, according to the terms thereof, the ~~((holder))~~ owner of said bonds, or any part thereof or the United States or the state of Washington as the case may be, shall have the right to enter upon and take possession of all the water rights, canals, ditches, flumes, feeders, storage reservoirs, machinery, property and improvements of said irrigation district, and to hold and control the same, and enjoy the rents, issues and profits thereof, until the lien hereby created can be enforced in a civil action in the same manner and under the same proceedings as given in the foreclosure of a mortgage on real estate. This section shall apply to all

bonds heretofore issued or any contract heretofore made with the United States, or which may hereafter be issued or made by any district: PROVIDED, That when any such contract made after December 1, 1981, between any district and the United States or the state of Washington covers only the real property in a portion or portions of the district, all payments due or to become due to the United States or the state of Washington shall be paid by revenue derived from an annual assessment upon the real property only in that portion or portions of the district covered by the contract and the real property shall be and remain liable to be assessed for such payments until fully paid and any assessment lien which attaches thereto shall be the exclusive lien notwithstanding other liens provided for in this section. In the event of a contract between the district and the United States or the state of Washington accompanying which bonds of the district have not been deposited with the United States or the state of Washington as provided in RCW 87.03.140 and the contract covers real property in only a portion or portions of the district, the question of whether the district should enter the contract shall be submitted only to those qualified electors who hold title or evidence of title to real property within that portion or portions of the district and in the same manner as provided in RCW 87.03.200.

Sec. 216. Section 22, page 683, Laws of 1889-90 as last amended by section 1, chapter 169, Laws of 1967 and RCW 87.03.260 are each amended to read as follows:

The board of directors shall in each year before said roll is delivered by the secretary to the respective county treasurers, levy an assessment sufficient to raise the ensuing annual interest on the outstanding bonds, and all payments due or to become due in the ensuing year to the United States or the state of Washington under any contract between the district and the United States or the state of Washington accompanying which bonds of the district have not been deposited with the United States or the state of Washington as in this act provided. Beginning in the year preceding the maturity of the first series of the bonds of any issue, the board must from year to year increase said assessment for the ensuing years in an amount sufficient to pay and discharge the outstanding bonds as they mature. Similar levy and assessment shall be made for the expense fund which shall include operation and maintenance costs for the ensuing year. The board shall also at the time of making the annual levy, estimate the amount of all probable delinquencies on said levy and shall thereupon levy a sufficient amount to cover the same and a further amount sufficient to cover any deficit that may have resulted from delinquent assessments for any preceding year. The board shall also, at the time of making the annual levy, estimate the amount of the assessments to be made against lands owned by the district, including local improvement assessments, and shall levy a sufficient amount to pay said assessments. All lands owned by the district shall be

exempt from general state and county taxes: PROVIDED, HOWEVER, That in the event any lands, and any improvements located thereon, acquired by the district by reason of the foreclosure of irrigation district assessments, shall be by said district resold on contract, then and in that event, said land, and any such improvements, shall be by the county assessor immediately placed upon the tax rolls for taxation as real property and shall become subject to general property taxes from and after the date of said contract, and the secretary of the said irrigation district shall be required to immediately report such sale within ten days from the date of said contract to the county assessor who shall cause the property to be entered on the tax rolls as of the first day of January following.

The board may also at the time of making the said annual levy, levy an amount not to exceed twenty-five percent of the whole levy for the said year for the purpose of creating a surplus fund. This fund may be used for any of the district purposes authorized by law. The assessments, when collected by the county treasurer, shall constitute a special fund, or funds, as the case may be, to be called respectively, the "Bond Fund of Irrigation District," the "Contract Fund of Irrigation District," the "Expense Fund of Irrigation District," the "~~((Coupon))~~ Warrant Fund of Irrigation District," the "Surplus Fund of Irrigation District".

If the annual assessment roll of any district has not been delivered to the county treasurer on or before the 15th day of January in the year 1927, and in each year thereafter, he shall notify the secretary of the district by registered mail that said assessment roll must be delivered to the office of the county treasurer forthwith. If said assessment roll is not delivered within ten days from the date of mailing of said notice to the secretary of the district, or if said roll when delivered is not equalized and the required assessments levied as required by law, or if for any reason the required assessment or levy has not been made, the county treasurer shall immediately notify the ~~((board of county commissioners))~~ legislative authority of the county in which the office of the board of directors is situated, and said ~~((board of))~~ county ~~((commissioners))~~ legislative authority shall cause an assessment roll for the said district to be prepared and shall equalize the same if necessary and make the levy required by this chapter in the same manner and with like effect as if the same had been equalized and made by the said board of directors, and all expenses incident thereto shall be borne by the district. In case of neglect or refusal of the secretary of the district to perform the duties imposed by law, then the treasurer of the county in which the office of the board of directors is situated must perform such duties, and shall be accountable therefor, on his official bond, as in other cases.

At the time of making the annual levy in the year preceding the final maturity of any issue of district bonds, the board of directors shall levy a sufficient amount to pay and redeem all bonds of said issue then remaining

unpaid. All surplus remaining in any bond fund after all bonds are paid in full must be transferred to the surplus fund of the district.

Any surplus moneys in the surplus fund or any surplus moneys in the bond fund when so requested by the board of directors shall be invested by the treasurer of said county under the direction of said board of directors in United States (~~(gold-bearing)~~) bonds or bonds of the state of Washington, or any bonds pronounced by the treasurer of the state of Washington as valid security for the deposit of public funds, and in addition thereto any bonds or warrants of said district, all of which shall be kept in the surplus fund until needed by the district for the purposes authorized by law.

Sec. 217. Section 34, page 688, Laws of 1889-90 as last amended by section 22, chapter 129, Laws of 1921 and RCW 87.03.430 are each amended to read as follows:

~~((Upon the presentation of the coupons due to))~~ Whenever interest payments on bonds are due, the treasurer of said county(~~(, he)~~) shall pay the same from the bond fund belonging to such district and deposited with such treasurer. Whenever, after ten years from the issuance of said bonds, said fund shall amount to the sum of ten thousand dollars, the board of directors may direct the treasurer to pay such an amount of said bonds not due as the money in said fund will redeem, at the lowest value at which they may be offered for liquidation, after advertising in some daily newspaper for such period of time not less than four weeks as the board shall order for sealed proposals for the redemption of said bonds. Said proposals shall be opened by the board in open meeting, at a time to be named in the notice, and the lowest bid for said bonds must be accepted: PROVIDED, That no bond shall be redeemed under the foregoing provision at a rate above par. In case the bids are equal, the lowest numbered bond shall have the preference. In case none of the (~~(holders)~~) owners of said bonds shall desire to have the same redeemed, as herein provided for, said money shall be invested by the treasurer of said county, under the direction of the board, in United States (~~(gold-bearing)~~) bonds, or the bonds of the state, which shall be kept in said bond fund, and may be used to redeem said district bonds whenever the (~~(holders)~~) owners thereof may desire.

Sec. 218. Section 2, chapter 276, Laws of 1961 as last amended by section 1, chapter 83, Laws of 1979 and RCW 87.03.440 are each amended to read as follows:

The treasurer of the county in which is located the office of the district shall be ex officio treasurer of the district, and any county treasurer handling district funds shall be liable upon his official bond and to criminal prosecution for malfeasance and misfeasance, or failure to perform any duty as county or district treasurer. The treasurer of each county in which lands of the district are located shall collect and receipt for all assessments levied on lands within his county. There shall be deposited with the district treasurer all funds of the district. He shall pay out such funds upon warrants

issued by the county auditor against the proper funds of the district, except the sums to be paid out of the bond fund (~~(upon coupons or bonds presented to the treasurer)~~) for interest and principal payments on bonds: PROVIDED, That in those districts which designate their own treasurer, the treasurer may issue the warrants or any checks when the district is authorized to issue checks. All warrants shall be paid in the order of their issuance. The district treasurer shall report, in writing, on the first Monday in each month to the directors, the amount in each fund, the receipts for the month preceding in each fund, and file the report with the secretary of the board. The secretary shall report to the board, in writing, at the regular meeting in each month, the amount of receipts and expenditures during the preceding month, and file the report in the office of the board.

The preceding paragraph of this section notwithstanding, the board of directors or board of control of an irrigation district which lies in more than one county and which had assessments in each of two of the preceding three years equal to at least five hundred thousand dollars may designate some other person having experience in financial or fiscal matters as treasurer of the district. In addition, the board of directors of an irrigation district which lies entirely within one county may designate some other person having experience in financial or fiscal matters as treasurer of the district if the board has the approval of the county treasurer to designate some other person. If the board designates a treasurer, it shall require a bond with a surety company authorized to do business in the state of Washington in an amount and under the terms and conditions which it finds from time to time will protect the district against loss. The premium on the bond shall be paid by the district. The designated treasurer shall collect and receipt for all irrigation district assessments on lands within the district and shall act with the same powers and duties and be under the same restrictions as provided by law for county treasurers acting in matters pertaining to irrigation districts, except the powers, duties, and restrictions in RCW 87.56.110 and 87.56.210 which shall continue to be those of county treasurers.

In those districts which have designated their own treasurers, the provisions of law pertaining to irrigation districts which require certain acts to be done and which refer to and involve a county treasurer or the office of a county treasurer or the county officers charged with the collection of irrigation district assessments, except RCW 87.56.110 and 87.56.210 shall be construed to refer to and involve the designated district treasurer or the office of the designated district treasurer.

Any claim against the district for which it is liable under existing laws shall be presented to the board as provided in RCW 4.96.020 and upon allowance it shall be attached to a voucher and approved by the chairman and signed by the secretary and directed to the proper official for payment: PROVIDED, That in the event claimant's claim is for crop damage the claimant in addition to filing his claim within the one hundred twenty day

limit and in the manner specified in RCW 4.96.020 must file with the secretary of the district, or in his absence one of the directors, not less than three days prior to the severance of the crop alleged to be damaged, a written preliminary notice pertaining to the crop alleged to be damaged. Such preliminary notice, so far as claimant is able, shall advise the district; that the claimant has filed a claim or intends to file a claim against the district for alleged crop damage; shall give the name and present residence of the claimant; shall state the cause of the damage to the crop alleged to be damaged and the estimated amount of damage; and shall accurately locate and describe where the crop alleged to be damaged is located. Such preliminary notice may be given by claimant or by anyone acting in his behalf and need not be verified. No action may be commenced against an irrigation district for crop damages unless claimant has complied with the provisions of RCW 4.96.020 and also with the preliminary notice requirements of this section.

Sec. 219. Section 3, chapter 276, Laws of 1961 as amended by section 2, chapter 83, Laws of 1979 and RCW 87.03.441 are each amended to read as follows:

The directors may provide by resolution that the secretary may deposit the following temporary funds in a local bank in the name of the district: (1) A fund to be known as "general fund" in which shall be deposited all moneys received from the sale of land, except such portion thereof as may be obligated for bond redemption, and all rentals, tolls, and all miscellaneous collections. This fund shall be transmitted to the district treasurer or disbursed in such manner as the directors may designate. (2) A fund to be known as "fiscal fund" in which shall be deposited all collections made by the district as fiscal agent of the United States. (3) A "revolving fund" in such amount as the directors shall by resolution determine, acquired by the issue of coupon or registered warrants or by transfer of funds by warrant drawn upon the expense fund. This fund may be disbursed by check signed by the secretary or such other person as the board may designate, in the payment of such expenditures as the board may deem necessary. This fund shall be reimbursed by submitting copies of approved vouchers and/or copy of payrolls to the county auditor with a claim voucher specifying the fund upon which warrants for such reimbursements shall be drawn. The warrants for such reimbursements shall be made out by the auditor to the "secretary's revolving fund."

Sec. 220. Section 41, page 692, Laws of 1889-90 as last amended by section 28, chapter 156, Laws of 1981 and RCW 87.03.470 are each amended to read as follows:

(1) The board of directors may, at any time when in their judgment it may be advisable, call a special election and submit to the qualified electors of the district the question whether or not a special assessment shall be levied for the purpose of raising money to be applied to any of the purposes

provided in this chapter including any purpose for which the bonds of the district or the proceeds thereof might be lawfully used. Such election must be called upon the notice prescribed, and the same shall be held and the result thereof determined and declared in all respects in conformity with the provisions of RCW 87.03.200. The notice must specify the amount of money proposed to be raised and the purpose for which it is intended to be used and the number of installments in which it is to be paid. At such election the ballot shall contain the words "Assessment Yes" and "Assessment No." If the majority of the votes cast are "Assessment Yes" the board may immediately or at intervals thereafter incur indebtedness to the amount of said special assessment for any of the purposes for which the proceeds of said assessment may be used, and may provide for the payment of said indebtedness by the issue and sale of ((coupon)) notes of the district to an amount equal to said authorized indebtedness, which ((coupon)) notes shall be payable in such equal installments not exceeding three in number as the board shall direct. Said ((coupon)) notes shall be payable by assessments levied at the time of the regular annual levy each year thereafter until fully paid. The amount of the assessments to be levied shall be ascertained by adding fifteen percent for anticipated delinquencies to the whole amount of the indebtedness incurred and interest. Each assessment so levied shall be computed and entered on the assessment roll by the secretary of the board, and collected at the same time and in the same manner as other assessments provided for herein, and when collected shall be paid to the county treasurer of the county to the credit of said district, for the purposes specified in the notice of such special election: PROVIDED, HOWEVER, That the board of directors may at their discretion issue said ((coupon)) notes in payment for labor or material, or both, used in connection with the purposes for which such indebtedness was authorized. ((Coupon)) Notes issued under this section shall bear interest at a rate determined by the board, payable semiannually. Such notes may be in any form, including bearer notes or registered notes as provided in section 3 of this 1983 act.

(2) Notwithstanding subsection (1) of this section, such notes may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 221. Section 42, page 693, Laws of 1889-90 as last amended by section 29, chapter 156, Laws of 1981 and RCW 87.03.475 are each amended to read as follows:

(1) The board shall incur no debt or liability in excess of the express provisions of this title. It may without an election and levy therefor pay the necessary costs and expenses of organizing and may make surveys, do engineering work, and conduct a general investigation to determine the feasibility of the proposed irrigation project, and may incur an indebtedness therefor prior to levy, which indebtedness on account of surveys, engineering

and investigations shall not exceed fifty cents an acre, and shall be assessable against the lands within the district. In cases of emergency, making it necessary to incur indebtedness in order to continue the operation of the irrigation system or any part thereof, the board by resolution may incur such indebtedness not exceeding the amount actually necessary to meet the requirements of the emergency. It may incur indebtedness necessary to carry on the ordinary administrative affairs of the district and if the district acquires an irrigation system before making its first regular annual levy, the board may incur such indebtedness necessary to pay the ordinary expenses of operation and maintenance until the regular annual levy is made.

The board may issue warrants for the payment of any indebtedness incurred under this section, which shall bear interest at a rate or rates determined by the board, and it shall include in its next annual levy for the payment of the expenses of operation and maintenance, the amount of all warrants issued by virtue hereof.

The board may issue as a general obligation of the district coupon or registered warrants in denominations not in excess of five hundred dollars, bearing interest (~~(evidenced by coupons payable semiannually at a rate)~~) as determined by the board. Such warrants may be registered as provided in section 3 of this 1983 act. Such warrants shall mature in not more than five years and may be used, or the proceeds thereof, in the purchase of grounds and buildings, machinery, vehicles, tools or other equipment for use in operation, maintenance, betterment, reconstruction or local improvement work, and for creating a revolving fund for carrying on such work as in this title provided. The proceeds of the warrants shall be paid to the district treasurer who shall place them in an appropriate fund and pay them out upon warrants of the district. The maximum indebtedness hereby authorized shall not exceed one dollar per acre of the total irrigable area within the district. No warrant shall be sold for less than par. They shall state on their face that they are a general obligation of the district, the purposes for which they are used, and that they are payable on or before maturity. They shall be retired by assessments levied in accordance with the provisions of this title at the time other assessments are levied.

The board may accumulate by assessment a fund to be designated as the "capital fund" to be used for the purposes for which the above warrants may be used. The total of such fund shall not exceed one dollar per acre of the total irrigable area in the district and shall be accumulated in not less than five annual installments. The fund shall not be permanently depleted or reduced but shall be replaced from year to year by assessments on any lands of the district benefited by the use thereof. The reasonable value of all grounds, buildings, machinery, vehicles, tools or other equipment on hand, purchased with such fund, and the revolving fund, if any, derived from such fund, shall be a part of the capital fund.

(2) Notwithstanding subsection (1) of this section, such warrants may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 222. Section 11, chapter 162, Laws of 1917 as last amended by section 7, chapter 185, Laws of 1979 ex. sess. and RCW 87.03.485 are each amended to read as follows:

In the event that the said board shall approve said petition, the board shall fix a time and place for the hearing thereof and shall publish a notice once a week for two consecutive weeks preceding the date of such hearing and the last publication shall not be more than seven days before such date and shall mail such a notice on or before the second publication date by first class mail, postage prepaid, to each owner or reputed owner of real property within the proposed local improvement district, as shown on the rolls of the county treasurer as of a date not more than twenty days immediately prior to the date such notice was mailed. Such notice must be published in a newspaper of general circulation in each county in which any portion of the land proposed to be included in such local improvement district lies. Such notice shall state that the lands within said described boundaries are proposed to be organized as a local improvement district, stating generally the nature of the proposed improvement; that bonds for such local improvement district are proposed to be issued as the bonds of the irrigation district, or that a contract is proposed to be entered into between the district and the United States or the state of Washington, or both, that the lands within said local improvement district are to be assessed for such improvement, that such bonds or contract will be a primary obligation of such local improvement district and a general obligation of the irrigation district and stating a time and place of hearing thereon. At the time and place of hearing named in said notice, all persons interested may appear before the board and show cause for or against the formation of the proposed improvement district and the issuance of bonds or the entering into of a contract as aforesaid. Upon the hearing the board shall determine as to the establishment of the proposed local improvement district. Any landowner whose lands can be served or will be benefited by the proposed improvement, may make application to the board at the time of hearing to include such land and the board of directors in such cases shall, at its discretion, include such lands within such district. The board of directors may exclude any land specified in said notice from said district provided, that in the judgment of the board, the inclusion thereof will not be practicable.

As an alternative plan and subject to all of the provisions of this chapter, the board of directors may initiate the organization of a local improvement district as herein provided. To so organize a local improvement district the board shall adopt and record in its minutes a resolution specifying the lands proposed to be included in such local improvement district or by describing the exterior boundaries of such proposed district or by both. Said

resolution shall state generally the plan, character and extent of the proposed improvements, that the land proposed to be included in such improvement district will be assessed for such improvements; and that ((~~coupon~~)) local improvement district bonds of the irrigation district will be issued or a contract entered into as hereinabove in this section provided to meet the cost thereof and that such bonds or contract will be a primary obligation of such local improvement district and a general obligation of the irrigation district. Said resolution shall fix a time and place of hearing thereon and shall state that unless a majority of the holders of title or of evidence of title to lands within the proposed local improvement district file their written protest at or before said hearing, consent to the improvement will be implied.

A notice containing a copy of said resolution must be published once a week for two consecutive weeks preceding the date of such hearing and the last publication shall not be more than seven days before such date, and shall be mailed on or before the second publication date by first class mail, postage prepaid, to each owner or reputed owner of real property within the proposed local improvement district, as shown on the rolls of the county treasurer as of a date not more than twenty days immediately prior to the date such notice was mailed, and the hearing thereon shall not be held in less than twenty days from the adoption of such resolution. Such notice must be published in one newspaper, of general circulation, in each county in which any portion of the land proposed to be included in such local improvement district lies. Said hearing shall be held and all subsequent proceedings conducted in accordance with the provisions of this act relating to the organization of local improvement districts initiated upon petition.

Sec. 223. Section 12, chapter 162, Laws of 1917 as last amended by section 30, chapter 156, Laws of 1981 and RCW 87.03.490 are each amended to read as follows:

(1) If decision shall be rendered in favor of the improvement, the board shall enter an order establishing the boundaries of the said improvement district and shall adopt plans for the proposed improvement and determine the number of annual installments not exceeding fifty in which the cost of said improvement shall be paid. The cost of said improvement shall be provided for by the issuance of local improvement district ((~~coupon~~)) bonds of the district from time to time, therefor, either directly for the payment of the labor and material or for the securing of funds for such purpose, or by the irrigation district entering into a contract with the United States or the state of Washington, or both, to repay the cost of said improvement. Said bonds shall bear interest at a rate or rates determined by the board, payable semiannually(~~(, evidenced by coupons)~~), and shall state upon their face that they are issued as bonds of the irrigation district; that all lands within said local improvement district shall be primarily liable to assessment for the principal and interest of said bonds and that said bonds are also a general

obligation of the said district. The bonds may be in such denominations as the board of directors may in its discretion determine, except that bonds other than bond number one of any issue shall be in a denomination that is a multiple of one hundred dollars, and no bond shall be sold for less than par. Any contract entered into for said local improvement by the district with the United States or the state of Washington, or both although all the lands within said local improvement district shall be primarily liable to assessment for the principal and interest thereon, shall be a general obligation of the irrigation district. Such bonds may be in any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act.

No election shall be necessary to authorize the issuance of such local improvement bonds or the entering into of such a contract. Such bonds, when issued, shall be signed by the president and secretary of the irrigation district with the seal of said district affixed (~~and shall be registered by the treasurer of the irrigation district with his seal affixed~~). The printed, engraved, or lithographed facsimile signatures of the president and secretary of the district's board of directors shall be sufficient signatures on the bonds or any coupons: PROVIDED, That such facsimile signatures on the bonds may be used only after the filing, by the officer whose facsimile signature is to be used, with the secretary of state of his manual signature certified by him under oath, whereupon that officer's facsimile signature has the same legal effect as his manual signature: PROVIDED, FURTHER, That either the president of the board of directors' or the secretary's signature on the bonds shall be manually subscribed: AND PROVIDED FURTHER, That whenever such facsimile reproduction of the signature of any officer is used in place of the manual signature of such officer, the district's board of directors shall specify in a written order or requisition to the printer, engraver, or lithographer the number of bonds or any coupons upon which such facsimile signature is to be printed, engraved, or lithographed and the manner of numbering the bonds or any coupons upon which such signature shall be placed. Within ninety days after the completion of the printing, engraving, or lithographing of such bonds or any coupons, the plate or plates used for the purpose of affixing the facsimile signature shall be destroyed, and it shall be the duty of the district's board of directors, within ninety days after receipt of the completed bonds or any coupons, to ascertain that such plate or plates have been destroyed. Every printer, engraver, or lithographer who, with the intent to defraud, prints, engraves, or lithographs a facsimile signature upon any bond or coupon without written order of the district's board of directors, or fails to destroy such plate or plates containing the facsimile signature upon direction of such issuing authority, shall be guilty of felony.

The proceeds from the sale of such bonds shall be deposited with the treasurer of the district, who shall place them in a special fund designated "Construction fund of local improvement district number _____."

Whenever such improvement district has been organized, the boundaries thereof may be enlarged to include other lands which can be served or will be benefited by the proposed improvement upon petition of the owners thereof and the consent of the United States or the state of Washington, or both, in the event the irrigation district has contracted with the United States or the state of Washington, or both, to repay the cost of the improvement: PROVIDED, That at such time the lands so included shall pay their equitable proportion upon the basis of benefits of the improvement theretofore made by the said local improvement district and shall be liable for the indebtedness of the said local improvement district in the same proportion and same manner and subject to assessment as if said lands had been incorporated in said improvement district at the beginning of its organization.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 224. Section 2, chapter 128, Laws of 1935 as last amended by section 31, chapter 156, Laws of 1981 and RCW 87.03.510 are each amended to read as follows:

There is hereby established for each irrigation district in this state having local improvement districts therein a fund for the purpose of guaranteeing to the extent of such fund and in the manner herein provided, the payment of its local improvement bonds and warrants issued or contract entered into to pay for the improvements provided for in this act. Such fund shall be designated "local improvement guarantee fund" and for the purpose of maintaining the same, every irrigation district shall hereafter levy from time to time, as other assessments are levied, such sums as may be necessary to meet the financial requirements thereof: PROVIDED, That such sums so assessed in any year shall not be more than sufficient to pay the outstanding warrants or contract indebtedness on said fund and to establish therein a balance which shall not exceed five percent of the outstanding obligations thereby guaranteed. Whenever any bond ((or)) redemption payment, interest ((coupon)) payment, or contract payment of any local improvement district shall become due and there is insufficient funds in the local improvement district fund for the payment thereof, there shall be paid from said local improvement district guarantee fund, by warrant or by such other means as is called for in the contract, a sufficient amount, which together with the balance in the local improvement district fund shall be sufficient to redeem and pay said bond or coupon or contract payment in full. Said warrants against said guarantee fund shall draw interest at a rate determined by the board and said bonds and ((coupons)) and interest payments shall be paid in their order of presentation or serial order. Whenever

there shall be paid out of the guarantee fund any sum on account of principal or interest of a local improvement bond or warrant or contract the irrigation district, as trustee for the fund, shall be subrogated to all of the rights of the ~~((holder))~~ owner of the bond ~~((or interest coupon))~~ or contract amount so paid, and the proceeds thereof, or of the assessment underlying the same shall become part of the guarantee fund. There shall also be paid into such guarantee fund any interest received from bank deposits of the fund, as well as any surplus remaining in any local improvement district fund, after the payment of all of its outstanding bonds or warrants or contract indebtedness which are payable primarily out of such local improvement district fund.

Sec. 225. Section 15, chapter 162, Laws of 1917 as amended by section 30, chapter 129, Laws of 1921 and RCW 87.03.515 are each amended to read as follows:

It shall be lawful for any irrigation district which has issued local improvement district bonds for said improvements, as in this chapter provided, to issue in place thereof an amount of general bonds of the irrigation district not in excess of such issue of local improvement district bonds, and to sell the same, or any part thereof, or exchange the same, or any part thereof, with the ~~((holders))~~ owners of such previously issued local improvement district bonds for the purpose of redeeming said bonds: PROVIDED, HOWEVER, That all the provisions of this chapter regarding the authorization and issuing of bonds shall apply, and: PROVIDING, FURTHER, That the issuance of said bonds shall not release the lands of the local improvement district or districts from liability for special assessments for the payment thereof: AND PROVIDED FURTHER, That the lien of any issue of bonds of the district prior in point of time to the issue of bonds or local improvement district bonds herein provided for, shall be deemed a prior lien.

Sec. 226. Section 8, chapter 70, Laws of 1970 ex. sess. and RCW 87-.03.522 are each amended to read as follows:

In lieu of the issuance of local improvement district ~~((coupon))~~ bonds or the entering into a contract with the United States or the state of Washington, or both, to secure the funds for or to repay the cost of any improvement to be charged, in whole or in part, against any local improvement district organized pursuant to this chapter, any irrigation district may finance the cost of said local improvement with any general district funds which may be available for said purpose and provide, in such manner as the district's directors may determine, for the repayment, with or without interest as the district's directors determine, through assessments against the lands in the local improvement district levied in the same manner authorized by this chapter of said general district moneys thus advanced.

Sec. 227. Section 2, chapter 161, Laws of 1923 and RCW 87.19.010 are each amended to read as follows:

Whenever the board of directors of any irrigation district shall deem it for the best interest of said district that any or all outstanding bonds of said district be refunded, they shall so declare by resolution duly adopted and recorded in the minutes of said board and shall, with the written approval of the state director of the department of ~~((conservation and development))~~ ecology, submit the question to the legally qualified electors of said district at a general election or at a special election called for that purpose and if a majority of said electors voting at said election vote in favor thereof the directors of said district shall issue and exchange said bonds for those outstanding, or sell said bonds and retire said outstanding bonds. The bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 228. Section 3, chapter 161, Laws of 1923 as last amended by section 96, chapter 56, Laws of 1970 ex. sess. and RCW 87.19.030 are each amended to read as follows:

(1) Said bonds shall be issued in series and in denominations of not less than one hundred dollars nor more than one thousand dollars. The first series shall mature not later than ten years and the last series not later than forty years. Each series shall be numbered from one, up consecutively, shall bear the date of their issue, and shall bear interest at any rate or rates as authorized by the board of directors of said district, payable semiannually on the first day of January and July of each year, ~~((with interest coupons attached))~~ and the principal and interest ~~((shall))~~ may be made payable at the office of the county treasurer of the county in which the office of the board of directors is situated, or at any fiscal agency of the state of Washington. Said bonds shall be negotiable in form and the bonds ~~((and interest coupons))~~ shall be signed by the president and secretary of the board of directors of said district and the seal of said district, affixed. The signatures of the president and secretary may, however, appear by lithographic facsimile. Such bonds may be in any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 229. Section 2, chapter 120, Laws of 1929 and RCW 87.22.020 are each amended to read as follows:

Before any proposition for the issuance of limited liability refunding bonds, as provided for in this chapter, of an irrigation district in this state shall be submitted to the electors thereof, the board of directors of said district shall at their option have authority, upon the written consent of the ~~((holders))~~ owners of at least fifty-one percent of the face value of the bonds proposed to be refunded, and upon the written approval of the state

department of (~~(conservation and development)~~) ecology, and of the owners of fifty-one percent of the acreage of the land within the district, to institute proceedings in the superior court of the proper county to determine the irrigable acreage of the lands which shall be subject to assessment for the payment of said refunding bonds and the interest thereon, and to determine the maximum benefits to be received by said lands from said proposed refunding bonds, in the manner herein provided.

Sec. 230. Section 3, chapter 120, Laws of 1929 and RCW 87.22.030 are each amended to read as follows:

The said board of directors shall institute such proceedings by filing a petition in the superior court of the county in which the greater part of the lands in the district are situated. Said petition shall give the name of the district, shall set out the nature of its water rights and the general character of its irrigation works and distribution system, shall state the amount, maturity schedule of minimum annual installments of principal and maximum interest rate of the proposed refunding bonds, shall state the approximate irrigable acreage in the district and the probable approximate aggregate annual income therefrom during the life of the proposed refunding bonds, shall recite that the required consent of the (~~(holders)~~) owners of the bonds to be refunded has been obtained and shall state such other matter, if any, the said board of directors may deem pertinent to the proceedings, shall pray for the determination of the irrigable acreage and of the maximum benefits aforesaid and shall be signed and verified by the president of the said board of directors.

Sec. 231. Section 19, chapter 120, Laws of 1929 and RCW 87.22.145 are each amended to read as follows:

Refunding bonds provided for under this chapter may be exchanged for any or all of the bonds to be refunded on such basis as may be agreed upon between the board of directors of the district and the (~~(bondholders)~~) bond owners: PROVIDED, That said refunding bonds shall not be issued in a greater sum than the total aggregate face value of the bonds to be refunded.

Sec. 232. Section 20, chapter 120, Laws of 1929 as last amended by section 97, chapter 56, Laws of 1970 ex. sess. and RCW 87.22.150 are each amended to read as follows:

(1) Said refunding bonds shall be issued in such denominations as the board shall determine, but in the same denominations so far as practicable as the bonds to be refunded and shall mature at the date specified in the notice of election but not in any event later than thirty years from the date thereof, and shall be payable in minimum annual installments specified on a percentage basis and amortized to provide for full payment of the bonds with interest at maturity: PROVIDED, That in lieu of the annual payments of principal and semiannual payments of interest as provided in this chapter, the court may prescribe the form, manner of payment, and interest rate

or rates of the refunding bonds, in the decree determining maximum benefits and irrigable acreage; and said decree may grant the district the right to pay at the date of any annual or semiannual payment, one or more next accruing annual or semiannual installments less the interest on that part of the principal thus paid in advance: AND PROVIDED, In all cases in which the court determines the form, manner of payment, and interest rate of the refunding bonds in the decree determining maximum benefits, all notices provided in this chapter and any other provision thereof, shall be given and construed in conformity with the terms and conditions of said bond prescribed in said decree. Such bonds may be in any registered form as provided for in section 3 of this 1983 act.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued in any registered form and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 233. Section 24, chapter 120, Laws of 1929 and RCW 87.22.175 are each amended to read as follows:

Said bonds (~~(shall provide for registration as to both principal and interest in the county treasurer's office at which they are payable,)~~) shall be signed by the president of the board and secretary of the district and the seal of the district shall be impressed thereon. The term "registration book" as used in chapter 87.22 RCW shall constitute the method of registration adopted in conformance with section 3 of this 1983 act.

Sec. 234. Section 26, chapter 120, Laws of 1929 and RCW 87.22.190 are each amended to read as follows:

Said bonds shall be transferable only on the registration book (~~(of the county treasurer's office at which the same are payable)~~) and any attempted transfer of said bonds not recorded in said registration book shall be void so far as the rights of the district are concerned.

Sec. 235. Section 37, chapter 120, Laws of 1929 as amended by section 7, chapter 42, Laws of 1931 and RCW 87.22.275 are each amended to read as follows:

Except as herein otherwise specifically provided, refunding bonds, authorized, issued and disposed of under the provisions of this chapter shall entitle the (~~(holders and)~~) owners thereof to the same rights and privileges, shall constitute a lien on the same property and shall be paid in the same manner as the original bonds refunded by said bond issue, and said refunding bonds shall be retired by the exaction of annual assessments levied against all the lands in the district: PROVIDED, HOWEVER, That any lands in the district against which no benefits are determined by the decree determining maximum benefits may be excluded from the district in the same manner in which lands may now be excluded from the districts against which there are no bond issues, and said lands so excluded shall be forever free of the liens of said refunding bonds; AND PROVIDED FURTHER,

That no assessments against any tract of land shall exceed the amount specified under RCW 87.22.230.

Sec. 236. Section 18, chapter 185, Laws of 1979 ex. sess. and RCW 87.28.015 are each amended to read as follows:

Irrigation districts may also issue interest bearing warrants to provide interim financing pending the issuance of district revenue bonds. The items, form and content, and the manner of the issuance and sale of such interest bearing warrants as well as any covenants for the redemption of such warrants shall be established by resolution of the district's board of directors. Such warrants may be in any form, including bearer warrants or registered warrants as provided in section 3 of this 1983 act. Such warrants may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 237. Section 2, chapter 57, Laws of 1949 as last amended by section 9, chapter 185, Laws of 1979 ex. sess. and RCW 87.28.020 are each amended to read as follows:

(1) Said bonds shall be in such form as the board of directors shall determine; shall be in bearer form or registered as to principal or interest or both as provided in section 3 of this 1983 act, and may provide for conversion between registered and coupon bonds; shall be in such denominations, shall be numbered, shall bear such date and shall be payable at such time or times up to a maximum of not to exceed forty years as shall be determined by the board of directors; shall bear interest at such rate or rates, payable at such time or times as authorized by the board of directors; shall be payable at the office of the county treasurer of the county in which the principal office of the district is located or at such other place as the board of directors shall provide and specify in the bonds; shall be executed by the president of the board of directors and attested and sealed by the secretary thereof and may have facsimile signatures of the president and secretary imprinted on ((the)) any interest coupons in lieu of original signatures and the facsimile seal of the district and the facsimile signature of either the president or the secretary on the bonds in lieu of a manual signature. Said bonds may provide that the same or any part thereof at the option of the board of directors may be redeemed in advance of maturity on any interest payment date upon the terms and conditions established by the board, may include in the amount of the issue funds for the purpose of paying interest on the bonds during the period of construction of the facility being financed by the proceeds of the bonds, and may include in the amount of the issue funds for the purpose of establishing, maintaining, or increasing reserves in the manner, for the purposes, and subject to the restrictions set forth in RCW 39.44.140.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 238. Section 5, chapter 57, Laws of 1949 as amended by section 12, chapter 185, Laws of 1979 ex. sess. and RCW 87.28.040 are each amended to read as follows:

Any such bonds, and interest thereon, issued against a special fund as herein provided shall be a valid claim of the ~~((holder))~~ owner thereof only as against said special fund or funds and its fixed proportion or amount of the revenue pledged to such fund or funds and shall not constitute a general indebtedness against the issuing irrigation district. Each such bond shall state upon its face that it is payable from a special fund or funds only, naming the special fund or funds and the resolution creating the fund or funds.

Sec. 239. Section 6, chapter 57, Laws of 1949 as last amended by section 100, chapter 56, Laws of 1970 ex. sess. and RCW 87.28.070 are each amended to read as follows:

(1) Such revenue bonds shall be sold in such manner as the board of directors shall deem for the best interests of the irrigation district, either at public or at private sale and at any price and at any rate or rates of interest, but if the board of directors shall dispose of said bonds in exchange for construction of improvements or for materials, such bonds shall not be disposed of for less than par for value received by the district.

(2) Notwithstanding subsection (1) of this section, such bonds may be sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 240. Section 8, chapter 57, Laws of 1949 as amended by section 13, chapter 185, Laws of 1979 ex. sess. and RCW 87.28.100 are each amended to read as follows:

When a special fund has been created and bonds have been issued as herein provided, the fixed proportion or amount of the revenues pledged to the payment of the bonds and interest shall be set aside and paid into the special fund monthly as collected, as provided in the resolution creating the fund, and in case any irrigation district shall fail thus to set aside and pay said fixed proportion or amount as aforesaid, the ~~((holder))~~ owner of any bond against the special fund may bring appropriate court action against the district and compel such setting aside and payment.

Sec. 241. Section 11, chapter 57, Laws of 1949 and RCW 87.28.110 are each amended to read as follows:

Said county treasurer shall have authority to pay said bonds and any appurtenant coupons in accordance with their terms from any moneys on hand in said special fund and when said bonds with interest have been fully paid, any moneys remaining in the fund shall be transferred to the expense fund of the district and the special fund closed.

Sec. 242. Section 22, chapter 185, Laws of 1979 ex. sess. and RCW 87.28.150 are each amended to read as follows:

The board of directors of any irrigation district may, by resolution, without submitting the matter to the voters of the district, provide for the issuance of refunding revenue bonds to refund one or more of the following: Outstanding assessment bonds, revenue bonds, contracts with the United States or state of Washington, or any part thereof, and all outstanding local improvement district bonds, at maturity thereof, or before maturity thereof if they are subject to call for prior redemption or if all of the ~~((holders))~~ owners thereof consent thereto. The refunding bonds shall be issued in the manner and for the purposes set forth in chapter 39.53 RCW.

Whenever district bonds or contracts payable in whole or part from assessments have been refunded pursuant to this section, all assessments remaining unpaid shall thereafter when collected be paid into the revenue bond redemption fund established for payment of the refunding revenue bonds, and the cash balances, if any, in the reserve or guaranty funds for such refunded bonds and the proceeds received from any other assets owned by such funds shall be used in whole or in part as a reserve or guaranty fund for the refunding revenue bonds or be transferred in whole or in part to any other funds of the district as the board of directors may determine. In the event that any warrants are outstanding against the local improvement guaranty fund of the district at the time of the issuance of such refunding revenue bonds, said bonds shall be issued in an amount sufficient also to fund and pay such outstanding warrants.

Sec. 243. Section 2, chapter 121, Laws of 1929 as amended by section 1, chapter 39, Laws of 1941 and RCW 87.64.010 are each amended to read as follows:

Whenever the state shall now or hereafter own, the entire issue of the bonds of any irrigation, diking or drainage district, and in the judgment of the director of ~~((conservation and development))~~ ecology such district is, or will be, unable to meet its obligations to the state as they mature, and in the judgment of the director of ~~((conservation and development))~~ ecology the investment of the state can be made more secure by extending, without refunding, the time of payment of any or all said bonds and ~~((for appurtenant))~~ interest ~~((coupons))~~ payments, or by the exchange of the bonds held by the state for refunding bonds of such district issued as in the manner provided by law at the same or a lower rate of interest and/or for a longer term, or by the cancellation of a portion of the bonds held by the state and/or interest accrued thereon, and the exchange of the remaining bonds held by the state for the refunding bonds of the district issued in the manner provided by law at the same or a lower rate of interest and/or for the same or a longer term, the director of ~~((conservation and development))~~ ecology shall be and is hereby authorized and empowered to enter into contract with the district so extending the time of payment of said bonds and ~~((for appurtenant))~~ interest ~~((coupons))~~ payments, without refunding or to so exchange the bonds held by the state for such refunding bonds or to cancel a portion

of the bonds held by the state and/or interest accrued thereon, and exchange the remaining bonds held by the state for such refunding bonds as in his judgment will be for the best interest of the state.

Sec. 244. Section 3, chapter 121, Laws of 1929 as last amended by section 3, chapter 39, Laws of 1941 and RCW 87.64.020 are each amended to read as follows:

Whenever the state shall, now or hereafter, own a portion of the bonds of any irrigation, diking or drainage district, and in the judgment of the director of ~~((conservation and development))~~ ecology such district is, or will be, unable to meet its obligations as they mature, and in the judgment of the director of ~~((conservation and development))~~ ecology the investment of the state can be made more secure by extending, without refunding, the time of payment of any or all said bonds and ~~((for appurtenant))~~ interest ~~((coupons))~~ payments or by exchanging the bonds held by the state for the refunding bonds of the district issued in the manner provided by law at the same or a lower rate of interest and/or for a longer term, or by the cancellation of a portion of the bonds held by the state and/or interest accrued thereon, and the exchange of the remaining bonds held by the state for the refunding bonds of the district issued in the manner provided by law at the same or a lower rate of interest and/or for a longer term, the director of ~~((conservation and development))~~ ecology shall be and is hereby authorized and empowered to enter into contract with the district so extending the time of payment of said bonds and ~~((for appurtenant))~~ interest ~~((coupons))~~ payments, without refunding, or to so exchange the bonds held by the state for such refunding bonds or to cancel a portion of the bonds held by the state and/or interest accrued thereon, and exchange the remaining bonds held by the state for such refunding bonds as in his judgment will be for the best interest of the state: PROVIDED, That the ~~((holders))~~ owners of at least ninety percent of all the other bonds of said district shall make and execute the same arrangement with the district: AND PROVIDED FURTHER, That when, in addition to owning a portion of the first issue of bonds of any such irrigation, diking or drainage district, the state also owns all the outstanding second issue of bonds of such district, the director of ~~((conservation and development))~~ ecology shall be and he is hereby authorized and empowered to surrender and cancel said second issue of bonds held by the state upon whatsoever terms and conditions he shall deem to the best interest of the state: AND PROVIDED FURTHER, That whenever ~~((those holding))~~ the owners of at least ninety percent of all other bonds of such district and/or other evidences of indebtedness are willing to release their existing obligations against said district and to substitute therefor a contract to pay such existing indebtedness in whole or in part from the proceeds of the sale of lands owned by the district at the time of such settlement, or acquired by the district through levies then existing, the director of ~~((conservation and development))~~ ecology shall be and he is hereby authorized

and empowered to cancel the bonds held by the state upon whatsoever terms that he shall deem most beneficial for the state, or if deemed beneficial to the state, he may release the state's bonds and join with the other holders in the above mentioned contract for the sale of the district land as hereinbefore stated: AND PROVIDED FURTHER, That the director of (~~conservation and development~~) ecology be and he is hereby authorized to accept in any settlement made under this chapter, refunding bonds of any irrigation district that may be issued in accordance with chapter (~~120 of the Session Laws of 1929 of the state of Washington [chapter 87.22 RCW]~~) 87.22 RCW, or any amendment thereto, and he is hereby authorized, when in his judgment it is to the interest of the state, to participate in the refunding of bonds of an irrigation district held under said chapter (~~120~~) 87.22 RCW, or any amendment thereto.

Sec. 245. Section 10, chapter 236, Laws of 1907 as last amended by section 101, chapter 56, Laws of 1970 ex. sess. and RCW 88.32.140 are each amended to read as follows:

(1) In all cases, the county, as the agent of the local improvement district, shall, by resolution of its (~~board of~~) county (~~commissioners~~) legislative authority, cause to be issued in the name of the county, the bonds for such local improvement district for the whole estimated cost of such improvement, less such amounts as shall have been paid within the thirty days provided for redemption, as hereinabove specified. Such bonds shall be called "Local Improvement Bonds, District No., County of, State of Washington", and shall be payable not more than ten years after date, and shall be subject to annual call by the county treasurer, in such manner and amounts as he may have cash on hand to pay the same in the respective local improvement fund from which such bonds are payable, interest to be paid at the office of the county treasurer. Such bonds shall be issued and delivered to the contractor for the work from month to month in such amounts as the engineer of the government, in charge of the improvement, shall certify to be due on account of work performed, or, if said (~~board of~~) county (~~commissioners~~) legislative authority resolves so to do, such bonds may be offered for sale after thirty days public notice thereof given, to be delivered to the highest bidder therefor, but in no case shall such bonds be sold for less than par, the proceeds to be applied in payment for such improvement: PROVIDED, That unless the contractor for the work shall agree to take such bonds in payment for his work at par, such work shall not be begun until the bonds shall have been sold and the proceeds shall have been paid into a fund to be called "Local Improvement Fund No., County of", and the (~~holder~~) owner or (~~holders~~) owners of such bonds shall look only to such fund for the payment of either the principal or interest of such bonds.

Such bonds shall be issued in denominations of one hundred dollars each, and shall be substantially in the following form:

"Local Improvement Bond, District Number of the County of, State of Washington.

No. N.B.

\$.

This bond is not a general debt of the county of and has not been authorized by the voters of said county as a part of its general indebtedness. It is issued in pursuance of an act of the legislature of the state of Washington, passed the day of A.D. 1907, and is a charge against the fund herein specified and its issuance and sale is authorized by the resolution of the ((~~board of~~)) county ((~~commissioners~~)) legislative authority, passed on the day of A.D. 1907. The county of, a municipal corporation of the state of Washington, hereby promises to pay to, or bearer, one hundred dollars, lawful money of the United States of America, out of the fund established by resolution of the ((~~board of~~)) county ((~~commissioners~~)) legislative authority on the day of, A.D. 19.., and known as local improvement fund district number of county, and not otherwise.

"This bond is payable ten years after date, and is subject to annual call by the county treasurer at the expiration of any year before maturity in such manner and amounts as he may have cash on hand to pay the same in the said fund from which the same is payable, and shall bear interest at the rate of percent per annum, payable semiannually; both principal and interest payable at the office of the county treasurer. (~~A coupon is hereto attached for each installment of interest to accrue thereon, and said interest shall be paid only on presentation and surrender of such coupon to the county treasurer, but in case this bond is called for payment before maturity each and every coupon representing interest not accrued at the expiration of the call shall be void:)~~) The ((~~board of~~)) county ((~~commissioners~~)) legislative authority of said county, as the agent of said local improvement district No., established by resolution No., has caused this bond to be issued in the name of said county, as the bond of said local improvement district, the proceeds thereof to be applied in part payment of so much of the cost of the improvement of the rivers, lakes, canals or harbors of county, under resolution No., as is to be borne by the owners of property in said local improvement district, and the said local improvement fund, district No. of county, has been established by resolution for said purpose; and the ((~~holder or holders~~)) owner or owners of this bond shall look only to said fund for the payment of either the principal or interest of this bond.

"The call for the payment of this bond or any bond, issued on account of said improvement, may be made by the county treasurer by publishing the same in an official newspaper of the county for ten consecutive issues, beginning not more than twenty days before the expiration of any year from

date hereof, and if such call be made, interest on this bond shall cease at the date named in such call.

"This bond is one of a series of bonds, aggregating in all the principal sum of dollars, issued for said local improvement district, all of which bonds are subject to the same terms and conditions as herein expressed.

"In witness whereof the said county of has caused these presents to be signed by its chairman of its ((board-of)) county ((commissioners)) legislative authority, and countersigned by its county auditor and sealed with its corporate seal, attested by its county clerk, this day of, in the year of our Lord one thousand nine hundred and

The County of
By
Chairman ((Board-of)) County ((Commissioners))
Legislative Authority.

Countersigned, County Auditor.

Attest, Clerk."

~~((There shall be attached to each bond such number of coupons, not exceeding twenty, as shall be required to represent the interest thereon, payable semiannually, for the term of said bonds, which coupon shall be substantially in the following form:~~

~~"Number \$.....~~

~~On the day of 19.., the county of, Washington, promises to pay to the bearer at the office of its county treasurer dollars, being one-half year's interest due that day on Bond No. of the bonds of 'local improvement district No.,' the same being payable only from the fund of said district known as 'Local Improvement Fund, District No. of county,' and not otherwise: PROVIDED, That this coupon is subject to all the terms and conditions contained in the bond to which it is annexed, and if said bond be called for payment before maturity hereof, then this coupon shall be void:~~

~~.....
.....
..... County Auditor."))~~

The bonds may be in any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 246. Section 11, chapter 236, Laws of 1907 and RCW 88.32.160 are each amended to read as follows:

Each and every bond issued for any such improvement shall be signed by the chairman of the ((board-of)) county ((commissioners)) legislative

authority and the county auditor, sealed with the corporate seal of the county, and attested by the county clerk. (~~Each of such coupons shall bear the signature of the county auditor.~~) The bonds issued for each local improvement district shall be in the aggregate for such an amount as authorized by the resolution of the (~~board of~~) county (~~commissioners~~) legislative authority with reference to such river, lake, canal or harbor improvement, and each issue of such bonds shall be numbered consecutively, beginning with number 1. (~~The county auditor shall keep in his office a register of all such bonds, in which he shall enter the local improvement district, for which the same are issued, and the number and total amount of each bond, and the term of payment.~~)

Sec. 247. Section 12, chapter 236, Laws of 1907 and RCW 88.32.170 are each amended to read as follows:

The owner of any lot or parcel of land charged with any assessment as provided for hereinabove, may redeem the same from all liability by paying the entire assessment charged against such lot or parcel of land, or part thereof, without interest, within thirty days after notice to him of such assessment, as herein provided, or may redeem the same at any time after the bonds above specified shall have been issued, by paying the full amount of all the principal and interest to the end of the interest year then expiring, or next to expire. The county treasurer shall pay the interest on the bonds authorized to be issued under RCW 88.32.010 through 88.32.220 out of the respective local improvement funds from which they are payable, and whenever there shall be sufficient money in any local improvement fund, against which bonds have been issued under the provisions of RCW 88.32.010 through 88.32.220, over and above the amount necessary for the payment of interest on all unpaid bonds, and sufficient to pay the principal of one or more bonds, the county treasurer shall call in and pay such bonds, provided that such bonds shall be called in and paid in their numerical order: PROVIDED, FURTHER, That such call shall be made by publication in the county official newspaper, on the day following the delinquency of the installment of the assessment, or as soon thereafter as practicable, and shall state that bonds numbers (giving the serial number or numbers of the bonds called), will be paid on the day the (~~proper~~) interest (~~coupon~~) payment on said bonds shall become due, and interest upon such bonds shall cease upon such date. If the county shall fail, neglect or refuse to pay said bonds or promptly to collect any of said assessments when due, the owner of any such bonds may proceed in his own name to collect such assessment and foreclose the lien thereof in any court of competent jurisdiction, and shall recover in addition to the amount of such bonds and interest thereon, five percent, together with the costs of such suit. Any number of (~~holders~~) owners of such bonds for any single improvement, may join as plaintiffs and any number of owners of the property on which the same are a lien may be joined as defendants in such suit.

Sec. 248. Section 5, chapter 158, Laws of 1919 as last amended by section 93, chapter 75, Laws of 1977 and RCW 89.16.050 are each amended to read as follows:

In carrying out the purposes of this chapter, the director of the department of ecology of the state of Washington shall be authorized and empowered:

To make surveys and investigations of the wholly or partially unreclaimed and undeveloped lands in this state and to determine the relative agricultural values, productiveness and uses, and the feasibility and cost of reclamation and development thereof;

To formulate and adopt a sound policy for the reclamation and development of the agricultural resources of the state, and from time to time select for reclamation and development such lands as may be deemed advisable, and the director may in his discretion advise as to the formation and assist in the organization of reclamation districts under the laws of this state;

To purchase the bonds of any reclamation district whose project is approved by the director and which is found to be upon a sound financial basis, to contract with any such district for making surveys and furnishing engineering plans and supervision for the construction of its project, or for constructing or completing its project and to advance money to the credit of the district for any or all of such purposes, and to accept the bonds, (~~coupon~~) notes or (~~coupon~~) warrants of such district in payment therefor, and to expend the moneys appropriated from the reclamation account in the purchase of such bonds, notes or warrants or in carrying out such contracts: PROVIDED, That interest not to exceed the annual rate provided for in the bonds, notes or warrants agreed to be purchased, shall be charged and received for all moneys advanced to the district prior to the delivery of the bonds, notes or warrants and the amount of such interest shall be included in the purchase price of such bonds, notes or warrants: PROVIDED FURTHER, That no district, the bonds, notes or warrants of which have been purchased by the state under the provisions of the state reclamation act, shall thereafter during the life of said bonds, notes or warrants make expenditures of any kind from the bond or (~~coupon~~) warrant funds of the district or incur obligations chargeable against such funds or issue any additional (~~coupon~~) notes without previous written approval of the director of ecology of the state of Washington, and any obligations incurred without such approval shall be void;

To sell and dispose of any reclamation district bonds acquired by the director, at public or private sale, and to pay the proceeds of such sale into the reclamation account: PROVIDED, That such bonds shall not be sold for less than the purchase price plus accrued interest, except in case of a sale to an agency supplied with money by the United States of America, or to the United States of America in furtherance of refunding operations of

any irrigation district, diking or drainage district, or diking or drainage improvement district, now pending or hereafter carried on by such district, in which case the director shall have authority to sell any bonds of such district owned by the state of Washington under the provisions of the state reclamation act, to the United States of America, or other federal agency on such terms as said United States of America, or other federal agency shall prescribe for bonds of the same issue of such district as that held by the state of Washington in connection with such refunding operations;

To borrow money upon the security of any bonds, including refunding bonds, of any reclamation district, acquired by the director, on such terms and rate of interest and over such period of time as the director may see fit, and to hypothecate and pledge reclamation district bonds or refunding bonds acquired by the director as security for such loan. Such loans shall have, as their sole security, the bonds so pledged and the revenues therefrom, and the director shall not have authority to pledge the general credit of the state of Washington: PROVIDED, That in reloading any money so borrowed, or obtained from a sale of bonds it shall be the duty of the director to fix such rates of interest as will prevent impairment of the reclamation revolving account;

To purchase delinquent general tax or delinquent special assessment certificates chargeable against lands included within any reclamation district obligated to the state under the provisions of the state reclamation act, and to purchase lands included in such districts and placed on sale on account of delinquent taxes or delinquent assessments with the same rights, privileges and powers with respect thereto as a private holder and owner of said certificates, or as a private purchaser of said lands: PROVIDED, That the director shall be entitled to a delinquent tax certificate upon application to the proper county treasurer therefor without the necessity of a resolution of the ((board of)) county ((commissioners)) legislative authority authorizing the issuance of certificates of delinquency required by law in the case of the sale of such certificates to private purchasers;

To sell said delinquent certificates or the lands acquired at sale on account of delinquent taxes or delinquent assessments at public or private sale, and on such conditions as the director shall determine;

To, whenever the director shall deem it advisable, require any district with which he may contract, to provide such safeguards as he may deem necessary to assure bona fide settlement and development of the lands within such district, by securing from the owners of lands therein agreements to limit the amount of their holdings to such acreage as they can properly farm and to sell their excess land holdings at reasonable prices;

To employ all necessary experts, assistants and employees and fix their compensation and to enter into any and all contracts and agreements necessary to carry out the purposes of this chapter;

To have the assistance, cooperation and services of, and the use of the records and files in, all the departments and institutions of the state, particularly the office of the commissioner of public lands, the state department of agriculture, Washington State University, and the University of Washington; and all state officers and the governing authorities of all state institutions are hereby authorized and directed to cooperate with the director in furthering the purpose of this chapter;

To cooperate with the United States in any plan of land reclamation, land settlement or agricultural development which the congress of the United States may provide and which may effect the development of agricultural resources within the state of Washington, and the director shall have full power to carry out the provisions of any cooperative land settlement act that may be enacted by the United States.

Sec. 249. Section 109, chapter 254, Laws of 1927 and RCW 89.30.325 are each amended to read as follows:

Said county treasurer shall pay out the moneys received or deposited with him or any portion thereof upon warrants issued by the county auditor against the proper funds of the district except the sums to be paid out of the bond fund ((upon the coupons or)) for principal and interest payments on bonds ((presented to such treasurer)).

Sec. 250. Section 138, chapter 254, Laws of 1927 and RCW 89.30.412 are each amended to read as follows:

The reclamation district board shall have authority to evidence district indebtedness by the issuance and sale of negotiable general obligation bonds of the district. Such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 251. Section 139, chapter 254, Laws of 1927 and RCW 89.30.415 are each amended to read as follows:

Said bonds shall be in such denominations as the board shall determine, shall be serial in form with maturities providing a definite schedule of amortization and shall be payable at such place as shall be designated thereon: PROVIDED, That such bonds may also be issued in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 252. Section 140, chapter 254, Laws of 1927 as last amended by section 102, chapter 56, Laws of 1970 ex. sess. and RCW 89.30.418 are each amended to read as follows:

Said bonds shall bear the date of their issue, shall be ((made payable to bearer)) in any form, including bearer or registered as provided in section 3 of this 1983 act, with interest at a rate or rates as authorized by the reclamation district board, payable semiannually on the first day of January and of July in each year ((; with coupons attached, for each interest payment)); PROVIDED, That such bonds may also be issued in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 253. Section 141, chapter 254, Laws of 1927 and RCW 89.30.421 are each amended to read as follows:

(1) Said bonds shall be signed by the president of the district board and shall be attested by the secretary and the seal of the district affixed to each bond but not to ~~((the))~~ any coupons. ~~((The))~~ Any coupons shall be signed by the same officers but the signature on ~~((the))~~ any coupons may appear by lithographic facsimile.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 254. Section 143, chapter 254, Laws of 1927 as amended by section 15, chapter 149, Laws of 1933 and RCW 89.30.427 are each amended to read as follows:

(1) In any instance where the district, general improvement or divisional district is selling, renting or leasing water or electric energy under the provisions of this chapter and there is reasonable certainty of a permanent fixed income from this source. the district board shall have authority to create a special fund derived from a fixed proportion of the gross income thus obtained and to issue bonds of the district payable from such special fund and to sell the same to raise revenue for the payment or amortization of the cost of the construction and/or the operation and maintenance of the reclamation district or general improvement or divisional district works and for such other purposes as the state of Washington and/or the United States may require: PROVIDED, That the state of Washington may, through the director of ~~((conservation and development))~~ ecology, enter into a contract with the reclamation district, improvement or divisional district or districts or the United States to purchase, rent or lease and to sell or resell and/or distribute all or any part of the electric energy developed or to be developed at the reclamation, improvement or divisional district works at a price sufficient to amortize the cost of power development over a period of fifty years after the completion of such power development and to provide a surplus sufficient to reduce the cost of reclaiming the lands of the district or districts within economic limits: AND PROVIDED FURTHER, That no contract or contracts as in this section provided shall be finally consummated or become binding in any way whatsoever until the legislature of the state of Washington in special or regular session shall approve the same, and provided further in such sale and/or distribution of power by the director of ~~((conservation and development))~~ ecology preference in the purchase and/or distribution thereof shall be given to municipal corporations and cooperative associations: AND PROVIDED FURTHER, That general improvement and divisional districts shall have (in addition to the powers granted them in chapter 254 of the Session Laws of 1927 and in this act) the same powers as are given to the reclamation districts under RCW 89.30.007.

(2) Such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 255. Section 145, chapter 254, Laws of 1927 as last amended by section 33, chapter 156, Laws of 1981 and RCW 89.30.433 are each amended to read as follows:

Said bonds shall mature in series amortized in a definite schedule during a period not to exceed sixty years from the date of their issuance, shall be in such denominations and form including bearer bonds or registered bonds as provided in section 3 of this 1983 act, and shall be payable, with annual or semiannual interest at a rate or rates the board shall provide; PROVIDED, That such bonds may also be issued in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 256. Section 173, chapter 254, Laws of 1927 and RCW 89.30.517 are each amended to read as follows:

(1) For the purpose of furthering or carrying out any of the objects for which a general improvement or divisional district was organized, for the purpose of raising additional moneys for that purpose or for refunding outstanding improvement or divisional district bonds, the district board shall have authority to issue and sell ~~((the))~~ negotiable ~~((coupon))~~ bonds ~~((of the district))~~ in such amounts as shall be approved by the electors of the general improvement or divisional district at an election called for that purpose, as herein provided.

(2) Notwithstanding the provisions of RCW 89.30.520 through 89.30.568, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 257. Section 174, chapter 254, Laws of 1927 as last amended by section 103, chapter 56, Laws of 1970 ex. sess. and RCW 89.30.520 are each amended to read as follows:

(1) Bonds issued under the provisions of this chapter shall be negotiable, serial bonds, in such series, maturities and denominations as the board shall determine, payable in legal currency of the United States, at such place as the board shall provide, from funds derived from the levy and collection of special assessments against the benefited lands within the operation of the general improvement or divisional district and shall draw interest at a rate or rates as the board shall authorize. Such bonds may be in any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 258. Section 182, chapter 254, Laws of 1927 and RCW 89.30.544 are each amended to read as follows:

The reclamation district board shall tabulate said abstracts of election returns and if it appears that a majority of the votes cast at any such election are in favor of the proposition submitted at said election, the board shall so declare and enter a resolution authorizing the issuance of bonds in the amounts and maturities and for the objects proposed. Such bonds may be issued in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 259. Section 183, chapter 254, Laws of 1927 and RCW 89.30.547 are each amended to read as follows:

(1) General improvement or divisional district bonds issued under the provisions of this chapter shall not be sold for less than ninety percent of their par value, and refunding bonds shall not be sold or exchanged for less than their par value.

(2) Notwithstanding subsection (1) of this section, such bonds may be sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 260. Section 186, chapter 254, Laws of 1927 and RCW 89.30.556 are each amended to read as follows:

(1) All general improvement or divisional district bonds issued under the provisions of this chapter shall be negotiable in form, shall be signed by the president of the reclamation district board and secretary of said district and shall have the seal of the district impressed thereon.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 261. Section 206, chapter 254, Laws of 1927 and RCW 89.30.616 are each amended to read as follows:

Assessments against lands in any general improvement or divisional district authorized under this chapter, when collected by the county treasurer shall constitute a special fund or funds as the case may be, to be called respectively, the "bond fund of general improvement or divisional district No.", the "contract fund of general improvement or divisional district No.", the "((coupon)) warrant fund of general improvement or divisional district No.", and any other special fund authorized by law.

Sec. 262. Section 260, chapter 254, Laws of 1927 and RCW 89.30.778 are each amended to read as follows:

Said board in such event may provide for the payment of said indebtedness by the issue and sale of ((coupon)) notes of the district to an amount equal to said authorized indebtedness which ((coupon)) notes shall be payable in such equal installments, not exceeding three in number, as the board shall direct. Such notes may be in any form, including bearer notes or registered notes as provided in section 3 of this 1983 act. Such notes may be

issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 263. Section 261, chapter 254, Laws of 1927 and RCW 89.30.781 are each amended to read as follows:

Said ((~~coupon~~)) notes shall be payable exclusively by assessments levied at the time of the regular annual levy each year thereafter until fully paid. All the lands within the general improvement district or divisional district as the case may be, shall be and remain liable to an annual assessment for the payment of said ((~~coupon~~)) notes with interest until fully paid.

Sec. 264. Section 262, chapter 254, Laws of 1927 and RCW 89.30.784 are each amended to read as follows:

((~~Coupon~~)) (1) Notes issued under the provisions of this chapter shall bear interest at a rate ((not to exceed seven percent per annum)) or rates authorized by the district board, payable semiannually.

(2) Notwithstanding subsection (1) of this section, such notes may be issued in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 265. Section 45, chapter 23, Laws of 1911 and RCW 91.08.465 are each amended to read as follows:

Should the owners of any lands assessed to pay for an improvement contemplated by this chapter, fail to pay the assessments thereon in full on or before the day fixed by the treasurer's notice as the time for payment without interest, the board shall provide and issue bonds of the district to the total amount of the unpaid assessments, which bonds may either be issued to persons contracting to perform the work of making the improvement, or exchange with them for warrants; or be issued in exchange for work or materials; or they may be sold outright as hereinafter provided. Such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 266. Section 46, chapter 23, Laws of 1911 as last amended by section 105, chapter 56, Laws of 1970 ex. sess. and RCW 91.08.480 are each amended to read as follows:

(1) Such bonds shall be issued pursuant to an order made by the board and by their terms shall be made payable on or before a date not to exceed ten years from and after the date of their issue, which latter date shall also be fixed by such order. They shall bear interest at the rate or rates as authorized by the board, which interest shall be payable semiannually at periods named; ((shall have attached thereto interest coupons for each interest payment;)) shall be of such denomination as shall be provided in the order directing the issue, but not less than one hundred dollars nor more than one thousand dollars; shall be numbered from one upward consecutively and each bond shall be signed by the president of the board and attested by its clerk: PROVIDED, HOWEVER, That ((said)) any coupons may, in lieu of

being so signed, have printed thereon facsimile signatures of said officers. Each bond shall in the body thereof refer to the improvement to pay for which the same is issued; shall provide that the principal sum therein named and the interest thereon shall be payable out of the fund created for the payment of the cost and expense of said improvement, and not otherwise; and shall not be issued in an amount which, together with the assessments already paid, will exceed the cost and expense of the said condemnation and improvement. Such bonds may be in any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 267. Section 47, chapter 23, Laws of 1911 and RCW 91.08.485 are each amended to read as follows:

(1) Said bonds, whether sold or exchanged, shall be disposed of for not less than their par value and accrued interest.

(2) Notwithstanding subsection (1) of this section, such bonds may be sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 268. Section 48, chapter 23, Laws of 1911 and RCW 91.08.490 are each amended to read as follows:

(1) Before making any sale of such bonds the board shall advertise the sale and invite sealed bids therefor, by publication in the county official newspaper at least once, and in such other manner as it sees fit, for a period of thirty days. At the time and place fixed for receiving bids the board shall open all bids presented and may either award the bonds to the highest bidder or reject all bids. Delivery of the bonds and payment therefor may be as required by the board. The purchaser of any such bonds shall pay the money due therefor to the county treasurer, who shall place it in the district fund.

(2) Notwithstanding subsection (1) of this section, such bonds may be sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 269. Section 50, chapter 23, Laws of 1911 and RCW 91.08.510 are each amended to read as follows:

~~((Neither))~~ The ((holder nor)) owner of any bond issued under authority of this chapter shall not have any claim therefor against any person, body or corporation, except from the special assessment made for the improvement for which such bond was issued; but his remedy in case of nonpayment shall be confined to the enforcement of such assessment. A copy of this section shall be plainly written, printed or engraved on each bond so issued.

NEW SECTION. Sec. 270. The following acts or parts of acts are each repealed:

- (1) Section 35.41.040, chapter 7, Laws of 1965 and RCW 35.41.040;
- (2) Section 36.67.080, chapter 4, Laws of 1963 and RCW 36.67.080;
- (3) Section 5, chapter 170, Laws of 1895 and RCW 39.52.040;
- (4) Section 1, chapter 218, Laws of 1941 and RCW 53.39.010;
- (5) Section 2, chapter 218, Laws of 1941 and RCW 53.39.020;
- (6) Section 3, chapter 218, Laws of 1941, section 82, chapter 232, Laws of 1969 ex. sess., section 72, chapter 56, Laws of 1970 ex. sess. and RCW 53.39.030;
- (7) Section 4, chapter 218, Laws of 1941 and RCW 53.39.040;
- (8) Section 5, chapter 218, Laws of 1941, section 1, chapter 33, Laws of 1943, section 1, chapter 62, Laws of 1947 and RCW 53.39.050;
- (9) Section 2, chapter 33, Laws of 1943 and RCW 53.39.060;
- (10) Section 6, chapter 218, Laws of 1941, section 3, chapter 33, Laws of 1943 and RCW 53.39.070;
- (11) Section 7, chapter 218, Laws of 1941, section 4, chapter 33, Laws of 1943 and RCW 53.39.080;
- (12) Section 8, chapter 218, Laws of 1941 and RCW 53.39.900;
- (13) Section 5, chapter 33, Laws of 1943 and RCW 53.39.910;
- (14) Section 6, chapter 33, Laws of 1943 and RCW 53.39.920;
- (15) Section 9, chapter 218, Laws of 1941 and RCW 53.39.930;
- (16) Section 35, chapter 117, Laws of 1895 and RCW 85.05.350;
- (17) Section 32, chapter 115, Laws of 1895 and RCW 85.06.320;
- (18) Section 3, chapter 103, Laws of 1935 and RCW 85.07.080;
- (19) Section 7, chapter 161, Laws of 1923 and RCW 87.19.070;
- (20) Section 25, chapter 120, Laws of 1929 and RCW 87.22.180;
- (21) Section 27, chapter 120, Laws of 1929 and RCW 87.22.195;
- (22) Section 10, chapter 57, Laws of 1949 and RCW 87.28.105;
- (23) Section 187, chapter 254, Laws of 1927 and RCW 89.30.559; and
- (24) Section 188, chapter 254, Laws of 1927 and RCW 89.30.562.

Sec. 271. Section 13, chapter 218, Laws of 1963 as last amended by section 83, chapter ... (SHB 390), Laws of 1983 and RCW 36.68.520 are each amended to read as follows:

(1) A park and recreation service area shall not have power to levy an annual authorized levy, but it shall have the power to levy a tax upon the property included within the service area in the manner prescribed by section 2, Article VII of the Constitution and by RCW 84.52.052.

The special voted levy may be either for operating fund or for capital outlay, or for a cumulative reserve fund.

(2) A service area may issue general obligation bonds for capital purposes only, not to exceed an amount, together with any outstanding general obligation indebtedness, equal to three-eighths of one percent of the value of the taxable property within the district, and may provide for the retirement thereof by levies in excess of dollar rate in accordance with the provisions of Article VII, section 2 of the Constitution and RCW 84.52.056:

PROVIDED, That such districts may issue general obligation bonds equal to two and one-half percent of the value of the taxable property within the district, as the term "value of the taxable property" is defined in RCW 39.36.015, when such bonds are approved by the voters of the district at a special election called for the purpose in accordance with the provisions of Article VIII, section 6 of the state Constitution. Such bonds may be in any form, including coupon bonds or registered bonds as provided in section 3 of this 1983 act.

(3) Notwithstanding subsection (2) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

Sec. 272. Section 18, chapter 210, Laws of 1941 as last amended by section 155, chapter ... (SHB 390), Laws of 1983 and RCW 56.16.040 are each amended to read as follows:

(1) Whenever any such sewer district shall hereafter adopt a plan for a sewer system as herein provided, or any additions and betterments thereto, or whenever any reorganized sewer district shall hereafter adopt a plan for any additions or betterments thereto, and the qualified voters of any such sewer district or reorganized sewer district shall hereafter authorize both bond retirement property tax levies and a general indebtedness for all the said plan, or any part thereof, or any additions and betterments thereto or for refunding in whole or in part bonds theretofore issued, general obligation bonds for the payment thereof may be issued ((as hereinafter provided)). The authorizations for the general obligation bonds and the bond retirement levies shall be as provided in Article VIII, section 6 and Article VII, section 2(b) of the state Constitution and RCW 84.52.056. Such authorizations may be presented to the voters in a single proposition.

The bonds shall be serial in form and maturity and numbered from one up consecutively. The bonds shall bear interest at such rate or rates as authorized by the board of sewer commissioners, payable semiannually from date of said bonds until principal thereof is paid. The various annual maturities shall commence with the second year after the date of issue of the bonds, and shall as nearly as practicable be in such amounts as will, together with the interest on all outstanding bonds, be met by an equal annual tax levy for the payment of said bonds and interest: PROVIDED, That only the bond numbered one of any issue shall be of a denomination other than a multiple of one hundred dollars. Such bonds may be of any form, including bearer bonds or registered bonds as provided in section 3 of this 1983 act.

The general obligation bonds shall never be issued to run for a longer period than thirty years from the date of the issue and shall as nearly as practicable be issued for a period which will be equivalent to the life of the improvement to be acquired by the issue of the bonds.

The bonds shall be signed by the presiding officer of the board of sewer commissioners and shall be attested by the secretary of such board under

the seal of the sewer district, and any interest coupons shall be signed by the facsimile signature of the presiding officer of the board of sewer commissioners and shall be attested by the facsimile signature of the secretary of such board.

~~((There shall be levied by the officers or governing body now or hereafter charged by law with the duty of levying taxes in the manner provided by law an annual levy in excess of the constitutional and/or statutory tax limitations sufficient to meet the annual or semiannual payments of principal and interest on the said bonds maturing as herein provided upon all taxable property within such sewer district.))~~

Said bonds shall be sold in such manner as the sewer commissioners shall deem for the best interest of the sewer district, and at a price not less than par and accrued interest.

(2) Notwithstanding subsection (1) of this section, such bonds may be issued and sold in accordance with chapter ... RCW (sections 1 through 8 of this 1983 act).

NEW SECTION. Sec. 273. If any provision of this 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.

NEW SECTION. Sec. 274. 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, except sections 271 and 272 shall take effect July 1, 1985.

Passed the House April 22, 1983.

Passed the Senate April 18, 1983.

Approved by the Governor May 16, 1983, with the exception of section 52 which was vetoed.

Filed in Office of Secretary of State May 16, 1983.

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

"I am returning herewith, without my approval as to section 52, Substitute House Bill No. 390, entitled:

"AN ACT Relating to government borrowing."

Section 52 of this bill would duplicate section 1 of Substitute House Bill No. 189, which I already have signed.

With the exception of section 52, which I have vetoed, Substitute House Bill No. 390 is approved."

CHAPTER 168

[Substitute House Bill No. 359]

HEALTH PROFESSIONS—LICENSURE—REGULATION

AN ACT Relating to the regulation of health professions and occupations licensure; amending section 13, chapter 144, Laws of 1919 as last amended by section 8, chapter 277, Laws of