

CHAPTER 173

[House Bill No. 76]

REVENUE STABILIZATION FUNDS

AN ACT Relating to cumulative reserve funds of cities and towns; and amending section 35-.21.070, chapter 7, Laws of 1965 and RCW 35.21.070.

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

Sec. 1. Section 35.21.070, chapter 7, Laws of 1965 and RCW 35.21.070 are each amended to read as follows:

Any city or town (~~is hereby authorized to~~) may establish by ordinance a cumulative reserve fund in general terms for several different municipal purposes as well as for a very specific municipal purpose, including that of buying any specified supplies, material or equipment, or the construction, alteration or repair of any public building or work, or the making of any public improvement, or for creation of a revenue stabilization fund for future operations. The ordinance shall designate the fund as "cumulative reserve fund for (naming purpose or purposes for which fund is to be accumulated and expended)." The moneys in (~~said~~) the fund may be allowed to accumulate from year to year until the legislative authority of the city or town shall determine to expend the moneys in the fund for the purpose or purposes specified: PROVIDED, That any moneys in (~~said~~) the fund shall never be expended for any other purpose or purposes than those specified, without an approving vote by a two-thirds majority of the (~~electors of the city or town at a general or special election voting on a proposal submitted to the electors to allow other specified uses to be made of said fund~~) members of the legislative authority of the city or town.

Passed the House April 22, 1983.

Passed the Senate April 15, 1983.

Approved by the Governor May 16, 1983.

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

CHAPTER 174

[Engrossed House Bill No. 107]

SELF-INSURANCE GROUPS—HOSPITALS—SCHOOL DISTRICTS—
EDUCATIONAL SERVICE DISTRICTS

AN ACT Relating to industrial insurance self-insurance by hospitals, school districts, and educational service districts; amending section 80, chapter 289, Laws of 1971 ex. sess. and RCW 51.08.173; amending section 7, chapter 191, Laws of 1982 and RCW 51.14.150; and amending section 8, chapter 191, Laws of 1982 and RCW 51.14.160.

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

Sec. 1. Section 80, chapter 289, Laws of 1971 ex. sess. and RCW 51-.08.173 are each amended to read as follows:

"Self-insurer" means an employer (~~(who)~~) or group of employers which has been authorized under this title to carry its own liability to its employees covered by this title.

Sec. 2. Section 7, chapter 191, Laws of 1982 and RCW 51.14.150 are each amended to read as follows:

~~((The boards of directors of))~~ (1) Any two or more employers which are school districts or educational service districts, (2) any two or more employers which are hospitals, as defined in RCW 70.39.020(3), and are owned or operated by a state agency or municipal corporation of this state, or (3) any two or more employers which are hospitals, as defined in RCW 70.39.020(3), no one of which is owned or operated by a state agency or municipal corporation of this state or subject to RCW 70.39.150(3), may enter into agreements to form self-insurance groups for ~~((educational agencies. Such))~~ the purposes of this chapter: PROVIDED, That no more than one group may be formed under subsection (2) of this section and no more than one group may be formed under subsection (3) of this section. The self-insurance groups shall be organized and operated under rules promulgated by the director under RCW 51.14.160. Such a self-insurance group shall be deemed an employer for the purposes of this chapter, and may qualify as a self-insurer if it meets all the other requirements of this chapter.

Sec. 3. Section 8, chapter 191, Laws of 1982 and RCW 51.14.160 are each amended to read as follows:

The director shall promulgate rules to carry out the purposes of RCW 51.14.150:

(1) Governing the formation of self-insurance groups for ~~((educational agencies:))~~ the purposes of this chapter;

(2) Governing the organization and operation of the groups to assure their compliance with the requirements of this chapter~~((:));~~

(3) Requiring adequate monetary reserves, determined under accepted actuarial practices, to be maintained by each group to assure financial solvency of the group~~((:)); and~~

(4) Requiring each group to carry adequate reinsurance.

Passed the House April 23, 1983.

Passed the Senate April 21, 1983.

Approved by the Governor May 16, 1983.

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