<u>NEW SECTION.</u> Sec. 3. An emergency service communication district is authorized to finance and provide an emergency service communication system and, if authorized by the voters, to finance the system by imposing the excise tax authorized in RCW 82.14B.030.

<u>NEW SECTION.</u> Sec. 4. RCW 82.14B.040 through 82.14B.060 apply to any emergency service communication district established under sections 1 through 3 of this act. A ballot proposition to authorize the excise tax authorized under RCW 82.14B.040 through 82.14B.060 may be submitted to the voters of a proposed emergency service communication district at the same election the ballot proposition creating the district is submitted. The authority to impose the tax shall only exist if both of these ballot propositions are approved.

<u>NEW SECTION.</u> Sec. 5. Sections 1 through 4 of this act are each added to chapter 82.14B RCW.

<u>NEW SECTION.</u> Sec. 6. This act is necessary for the immediate preservation of the public peace, health, and safety, the support of the state government and its existing public institutions, and shall take effect immediately.

Passed the House January 26, 1987. Passed the Senate March 25, 1987. Approved by the Governor April 3, 1987. Filed in Office of Secretary of State April 3, 1987.

CHAPTER 18

[Substitute House Bill No. 9] PUBLIC UTILITY DISTRICTS—COMBINED UTILITY FUNCTIONS— ACCOUNTING

AN ACT Relating to public utility district accounting; and adding new sections to chapter 54.16 RCW.

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

<u>NEW SECTION.</u> Sec. 1. A new section is added to chapter 54.16 RCW to read as follows:

A public utility district by resolution may combine two or more of its separate utility functions into a single utility and combine its related funds or accounts into a single fund or account. The separate utility functions include electrical energy systems, domestic water systems, irrigation systems, sanitary sewer systems, and storm sewer systems. All powers granted to public utility districts to acquire, construct, maintain, and operate such systems may be exercised in the joint acquisition, construction, maintenance, and operation of such combined systems. The establishment, maintenance, and operation of the combined system shall be governed by the public utility district statutes relating to one of the utility systems that is being combined, as specified in the resolution combining the utility systems.

<u>NEW SECTION.</u> Sec. 2. A new section is added to chapter 54.16 RCW to read as follows:

A public utility district may make and repay interfund loans between its funds.

Passed the House January 28, 1987. Passed the Senate March 25, 1987. Approved by the Governor April 3, 1987. Filed in Office of Secretary of State April 3, 1987.

CHAPTER 19

[Substitute House Bill No. 263]

LOCAL GOVERNMENTS—LOAN AGREEMENTS WITH THE STATE OR

FEDERAL GOVERNMENT AN ACT Relating to local government debt; adding a new chapter to Title 39 RCW; adding a new section to chapter 39.36 RCW; adding a new section to chapter 43.155 RCW; and declaring an emergency.

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

<u>NEW SECTION.</u> Sec. 1. As used in this chapter, "municipal corporation" includes counties, cities, towns, port districts, sewer districts, water districts, school districts, metropolitan park districts, or such other units of local government which are authorized to issue obligations.

<u>NEW SECTION.</u> Sec. 2. Any municipal corporation may enter into a loan agreement containing the terms and conditions of a loan from an agency of the state of Washington or the United States of America and evidencing the obligation of the municipal corporation to repay that loan under the terms and conditions set forth in the loan agreement. A loan agreement may provide that the municipal corporation will repay the loan solely from revenues set aside into a special fund for repayment of that loan. In the case of a municipal corporation authorized to borrow money payable from taxes, and authorized to levy such taxes, the loan agreement may provide that repayment of the loan is a general obligation of the municipal corporation, or both a general obligation and an obligation payable from revenues set aside into a special fund.

The state or federal agency making the loan shall have such rights of recovery in the event of default in payment or other breach of the loan agreement as may be provided in the loan agreement or otherwise by law.

<u>NEW SECTION.</u> Sec. 3. Nothing in this chapter authorizes municipal corporations to incur indebtedness beyond constitutional indebtedness limitations.