CERTIFICATION OF ENROLLMENT

SUBSTITUTE SENATE BILL 6572

61st Legislature 2010 1st Special Session

Passed by the Senate March 16, 2010 YEAS 41 NAYS 0	CERTIFICATE
	I, Thomas Hoemann, Secretary of the Senate of the State of Washington do hereby certify that the attached
President of the Senate Passed by the House March 19, 2010 YEAS 92 NAYS 0	is SUBSTITUTE SENATE BILL 6572 as passed by the Senate and the House of Representatives on the dates hereon set forth.
Speaker of the House of Representatives	Secretary
Approved	FILED
Governor of the State of Washington	Secretary of State State of Washington

SUBSTITUTE SENATE BILL 6572

Passed Legislature - 2010 1st Special Session

State of Washington

61st Legislature

2010 Regular Session

By Senate Ways & Means (originally sponsored by Senator Tom; by request of Office of Financial Management)

READ FIRST TIME 02/04/10.

- AN ACT Relating to eliminating accounts; amending RCW 43.105.805,
- 2 43.110.080, 28A.650.035, 28B.135.040, 28B.135.010, and 43.79A.040;
- 3 reenacting and amending RCW 43.84.092; creating new sections; repealing
- 4 RCW 28B.20.468, 28B.20.470, 28B.30.275, 28B.120.050, 39.35C.100,
- 5 41.05.510, 43.72.906, 43.99I.100, 43.99I.110, 43.99J.080, 43.105.830,
- 6 43.110.090, 47.01.310, 47.26.325, 47.26.330, 50.65.150, and 73.40.060;
- 7 and providing an effective date.
- 8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 9 **Sec. 1.** RCW 43.105.805 and 1999 c 285 s 3 are each amended to read 10 as follows:
- 11 The K-20 board has the following powers and duties:
- 12 (1) In cooperation with the educational sectors and other
- 13 interested parties, to establish goals and measurable objectives for
- 14 the network;
- 15 (2) To ensure that the goals and measurable objectives of the
- 16 network are the basis for any decisions or recommendations regarding
- 17 the technical development and operation of the network;
- 18 (3) To adopt, modify, and implement policies to facilitate network
- 19 development, operation, and expansion. Such policies may include but

- need not be limited to the following issues: Quality of educational services; access to the network by recognized organizations and accredited institutions that deliver educational programming, including public libraries; prioritization of programming within resources; prioritization of access to the system and the sharing of technological advances; network security; identification and evaluation of emerging technologies for delivery of educational programs; future expansion or redirection of the system; network fee structures; and costs for the development and operation of the network;
 - (4) To prepare and submit to the governor and the legislature a coordinated budget for network development, operation, and expansion. The budget shall include the recommendations of the K-20 board on (a) any state funding requested for network transport and equipment, distance education facilities and hardware or software specific to the use of the network, and proposed new network end sites, (b) annual copayments to be charged to public educational sector institutions and other public entities connected to the network, and (c) charges to nongovernmental entities connected to the network;
 - (5) To adopt and monitor the implementation of a methodology to evaluate the effectiveness of the network in achieving the educational goals and measurable objectives;
 - (6) ((To authorize the release of funds from the K-20 technology account under RCW 43.105.830 for network expenditures;
 - (7)) To establish by rule acceptable use policies governing user eligibility for participation in the K-20 network, acceptable uses of network resources, and procedures for enforcement of such policies. The K-20 board shall set forth appropriate procedures for enforcement of acceptable use policies, that may include suspension of network connections and removal of shared equipment for violations of network conditions or policies. However, the information services board shall have sole responsibility for the implementation of enforcement procedures relating to technical conditions of use.
- **Sec. 2.** RCW 43.110.080 and 2006 c 328 s 1 are each amended to read as follows:
- 35 (1) The municipal research council shall contract for the provision 36 of research and services to special purpose districts. A contract

shall be made with a state agency, educational institution, or private consulting firm, that in the judgment of council members is qualified to provide such research and services.

- (2) Research and services to special purpose districts shall consist of: (a) Studying and researching issues relating to special purpose district government; (b) acquiring, preparing, and distributing publications related to special purpose districts; and (c) furnishing legal, technical, consultative, and field services to special purpose districts concerning issues relating to special purpose district government.
- 11 (3) The activities, programs, and services of the municipal research council to special purpose districts shall be carried on in cooperation with the associations representing the various special purpose districts. ((Services to special purpose districts shall be based upon the moneys appropriated to the municipal research council from the special purpose district research services account under RCW 43.110.090.))
- **Sec. 3.** RCW 28A.650.035 and 1993 c 336 s 708 are each amended to read as follows:
 - $((\frac{1}{1}))$ The superintendent of public instruction may receive such gifts, grants, and endowments from public or private sources as may be made from time to time, in trust or otherwise, for the use and benefit of the purposes of educational technology and expend the same or any income therefrom according to the terms of the gifts, grants, or endowments.
 - (((2) The education technology account is hereby established in the custody of the state treasurer. The superintendent of public instruction shall deposit in the account all moneys received from gifts, grants, or endowments for education technology. Moneys in the account may be spent only for education technology. Disbursements from the account shall be on authorization of the superintendent of public instruction or the superintendent's designee. The account is subject to the allotment procedure provided under chapter 43.88 RCW, but no appropriation is required for disbursements.))
- **Sec. 4.** RCW 28B.135.040 and 1999 c 375 s 4 are each amended to read as follows:

((Two accounts for)) The four-year student child care in higher education ((are)) account is established in the custody of the state treasurer. Moneys in the account((s)) may be spent only for the purposes of RCW 28B.135.010. Disbursements from ((one of)) the account((s)) shall be on the authorization of the higher education coordinating board ((and disbursements from the other account shall be on the authorization of the state board for community and technical colleges)). The ((accounts are)) account is subject to the allotment procedures under chapter 43.88 RCW, but no appropriation is required for disbursements.

11 **Sec. 5.** RCW 28B.135.010 and 2008 c 162 s 2 are each amended to 12 read as follows:

((Two Washington accounts for)) The four-year student child care in higher education ((are)) account is established. The higher education coordinating board shall administer the program for the four-year institutions of higher education ((and the state board for community and technical colleges shall administer the program for the two-year institutions of higher education)). Through these programs the board((s)) shall award either competitive or matching child care grants to state institutions of higher education to encourage programs to address the need for high quality, accessible, and affordable child care for students at higher education institutions. The grants shall be used exclusively for the provision of quality child care services for students at institutions of higher education. The university or college administration and student government association, or its equivalent, of each institution receiving the award may contribute financial support in an amount equal to or greater than the child care grant received by the institution.

- 29 **Sec. 6.** RCW 43.79A.040 and 2009 c 87 s 4 are each amended to read 30 as follows:
- 31 (1) Money in the treasurer's trust fund may be deposited, invested, 32 and reinvested by the state treasurer in accordance with RCW 43.84.080 33 in the same manner and to the same extent as if the money were in the 34 state treasury.
- 35 (2) All income received from investment of the treasurer's trust

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fund shall be set aside in an account in the treasury trust fund to be known as the investment income account.

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- (3) The investment income account may be utilized for the payment of purchased banking services on behalf of treasurer's trust funds including, but not limited to, depository, safekeeping, and disbursement functions for the state treasurer or affected state agencies. The investment income account is subject in all respects to chapter 43.88 RCW, but no appropriation is required for payments to financial institutions. Payments shall occur prior to distribution of earnings set forth in subsection (4) of this section.
- (4)(a) Monthly, the state treasurer shall distribute the earnings credited to the investment income account to the state general fund except under (b) and (c) of this subsection.
- (b) The following accounts and funds shall receive their proportionate share of earnings based upon each account's or fund's average daily balance for the period: The Washington promise scholarship account, the college savings program Washington advanced college tuition payment program account, the agricultural local fund, the American Indian scholarship endowment fund, the foster care scholarship endowment fund, the foster care endowed scholarship trust fund, the students with dependents grant account, the basic health plan self-insurance reserve account, the contract harvesting revolving account, the Washington state combined fund drive account, the commemorative works account, the Washington international exchange scholarship endowment fund, the toll collection account, the developmental disabilities endowment trust fund, the energy account, the fair fund, the family leave insurance account, the food animal veterinarian conditional scholarship account, the fruit and inspection account, the future teachers conditional scholarship account, the game farm alternative account, the GET ready math and science scholarship account, the grain inspection revolving fund, the juvenile accountability incentive account, the law enforcement officers' and firefighters' plan 2 expense fund, the local tourism promotion account, the pilotage account, the produce railcar pool account, the regional transportation investment district account, the rural rehabilitation account, the stadium and exhibition center account, the youth athletic facility account, the self-insurance revolving fund, the sulfur dioxide abatement account, the children's

- trust fund, the Washington horse racing commission Washington bred 1 2 owners' bonus fund and breeder awards account, the Washington horse racing commission class C purse fund account, the 3 4 development account program account, the Washington horse racing commission operating account (earnings from the Washington horse racing 5 6 commission operating account must be credited to the Washington horse 7 racing commission class C purse fund account), the life sciences 8 discovery fund, the Washington state heritage center account, the 9 reduced cigarette ignition propensity account, and the 10 achievement account. However, the earnings to be distributed shall first be reduced by the allocation to the state treasurer's service 11 12 fund pursuant to RCW 43.08.190.
 - (c) The following accounts and funds shall receive eighty percent of their proportionate share of earnings based upon each account's or fund's average daily balance for the period: The advanced right-of-way revolving fund, the advanced environmental mitigation revolving account, ((the city and county advance right-of-way revolving fund,)) the federal narcotics asset forfeitures account, the high occupancy vehicle account, the local rail service assistance account, and the miscellaneous transportation programs account.
- 21 (5) In conformance with Article II, section 37 of the state 22 Constitution, no trust accounts or funds shall be allocated earnings 23 without the specific affirmative directive of this section.
 - **Sec. 7.** RCW 43.84.092 and 2009 c 479 s 31, 2009 c 472 s 5, and 2009 c 451 s 8 are each reenacted and amended to read as follows:
 - (1) All earnings of investments of surplus balances in the state treasury shall be deposited to the treasury income account, which account is hereby established in the state treasury.
 - (2) The treasury income account shall be utilized to pay or receive funds associated with federal programs as required by the federal cash management improvement act of 1990. The treasury income account is subject in all respects to chapter 43.88 RCW, but no appropriation is required for refunds or allocations of interest earnings required by the cash management improvement act. Refunds of interest to the federal treasury required under the cash management improvement act fall under RCW 43.88.180 and shall not require appropriation. The office of financial management shall determine the amounts due to or

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from the federal government pursuant to the cash management improvement act. The office of financial management may direct transfers of funds between accounts as deemed necessary to implement the provisions of the cash management improvement act, and this subsection. Refunds or allocations shall occur prior to the distributions of earnings set forth in subsection (4) of this section.

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- (3) Except for the provisions of RCW 43.84.160, the treasury income account may be utilized for the payment of purchased banking services on behalf of treasury funds including, but not limited to, depository, safekeeping, and disbursement functions for the state treasury and affected state agencies. The treasury income account is subject in all respects to chapter 43.88 RCW, but no appropriation is required for payments to financial institutions. Payments shall occur prior to distribution of earnings set forth in subsection (4) of this section.
- (4) Monthly, the state treasurer shall distribute the earnings credited to the treasury income account. The state treasurer shall credit the general fund with all the earnings credited to the treasury income account except:

The following accounts and funds shall receive their proportionate share of earnings based upon each account's and fund's average daily balance for the period: The aeronautics account, the aircraft search and rescue account, the budget stabilization account, the capitol building construction account, the Cedar River channel construction and operation account, the Central Washington University capital projects the charitable, educational, penal and reformatory account, institutions account, the cleanup settlement account, the Columbia river basin water supply development account, the common school construction fund, the county arterial preservation account, the county criminal justice assistance account, the county sales and use tax equalization account, ((the data processing building construction account,)) the deferred compensation administrative account, the deferred compensation principal account, the department of licensing services account, the department of retirement systems expense account, the developmental disabilities community trust account, the drinking water assistance account, the drinking water assistance administrative account, the drinking water assistance repayment account, the Eastern Washington University capital projects account, the education construction fund, the education legacy trust account, the election

account, the energy freedom account, the energy recovery act account, 1 2 the essential rail assistance account, The Evergreen State College capital projects account, the federal forest revolving account, the 3 ferry bond retirement fund, the freight congestion relief account, the 4 freight mobility investment account, the freight mobility multimodal 5 account, the grade crossing protective fund, the public health services 6 7 account, the health system capacity account, ((the personal health 8 services account,)) the high capacity transportation account, the state 9 education construction account, the higher 10 construction account, the highway bond retirement fund, the highway infrastructure account, the highway safety account, the high occupancy 11 12 toll lanes operations account, the industrial insurance premium refund 13 account, the judges' retirement account, the judicial retirement 14 administrative account, the judicial retirement principal account, the local leasehold excise tax account, the local real estate excise tax 15 account, the local sales and use tax account, the medical aid account, 16 17 the mobile home park relocation fund, the motor vehicle fund, the motorcycle safety education account, the multimodal transportation 18 19 account, the municipal criminal justice assistance account, the municipal sales and use tax equalization account, the natural resources 20 21 deposit account, the oyster reserve land account, the pension funding 22 stabilization account, the perpetual surveillance and maintenance 23 account, the public employees' retirement system plan 1 account, the 24 public employees' retirement system combined plan 2 and plan 3 account, 25 the public facilities construction loan revolving account beginning 26 July 1, 2004, the public health supplemental account, the public 27 transportation systems account, the public works assistance account, 28 the Puget Sound capital construction account, the Puget Sound ferry 29 operations account, the Puyallup tribal settlement account, the real 30 estate appraiser commission account, the recreational vehicle account, 31 the regional mobility grant program account, the resource management 32 cost account, the rural arterial trust account, the rural Washington loan fund, the site closure account, the small city pavement and 33 sidewalk account, the special category C account, the special wildlife 34 35 account, the state employees' insurance account, the state employees' 36 insurance reserve account, the state investment board expense account, 37 the state investment board commingled trust fund accounts, the state patrol highway account, the state route number 520 corridor account, 38

the supplemental pension account, the Tacoma Narrows toll bridge 1 2 account, the teachers' retirement system plan 1 account, the teachers' retirement system combined plan 2 and plan 3 account, the tobacco 3 4 prevention and control account, the tobacco settlement account, the transportation 2003 account (nickel account), the transportation 5 6 equipment fund, the transportation fund, the transportation improvement account, the transportation improvement board bond retirement account, 7 8 transportation infrastructure account, the transportation 9 partnership account, the traumatic brain injury account, the tuition 10 recovery trust fund, the University of Washington bond retirement fund, 11 the University of Washington building account, the urban arterial trust 12 account, the volunteer firefighters' and reserve officers' relief and 13 pension principal fund, the volunteer firefighters' and reserve 14 officers' administrative fund, ((the Washington fruit express 15 account,)) the Washington judicial retirement system account, the Washington law enforcement officers' and firefighters' system plan 1 16 retirement account, the Washington law enforcement officers' 17 firefighters' system plan 2 retirement account, the Washington public 18 19 safety employees' plan 2 retirement account, the Washington school 20 employees' retirement system combined plan 2 and 3 account, the 21 Washington state health insurance pool account, the Washington state 22 patrol retirement account, the Washington State University building 23 account, the Washington State University bond retirement fund, the water pollution control revolving fund, and the Western Washington 24 25 University capital projects account. Earnings derived from investing 26 balances of the agricultural permanent fund, the normal school 27 permanent fund, the permanent common school fund, the scientific permanent fund, and the state university permanent fund shall be 28 29 allocated to their respective beneficiary accounts. All earnings to be 30 distributed under this subsection (4) shall first be reduced by the allocation to the state treasurer's service fund pursuant to RCW 31 32 43.08.190.

(5) In conformance with Article II, section 37 of the state Constitution, no treasury accounts or funds shall be allocated earnings without the specific affirmative directive of this section.

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36 <u>NEW SECTION.</u> **Sec. 8.** The following acts or parts of acts are each 37 repealed:

- 1 (1) RCW 28B.20.468 (Warren G. Magnuson institute--Trust fund) and 2 1991 sp.s. c 13 s 106 & 1990 c 282 s 4;
- 3 (2) RCW 28B.20.470 (Warren G. Magnuson institute--State matching 4 funds) and 1990 c 282 s 5;
- 5 (3) RCW 28B.30.275 (State treasurer receiving agent of certain 6 federal aid--Morrill Fund) and 1969 ex.s. c 223 s 28B.30.275;
- 7 (4) RCW 28B.120.050 (Community and technical college fund for 8 innovation and quality) and 1999 c 169 s 8;
- 9 (5) RCW 39.35C.100 (Energy efficiency construction account) and 10 1996 c 186 s 414 & 1991 c 201 s 11;
- 11 (6) RCW 41.05.510 (Prescription drug purchasing account) and 2003 12 1st sp.s. c 29 s 4;
- 13 (7) RCW 43.72.906 (Personal health services account) and 1993 c 492 14 s 472;
- 15 (8) RCW 43.99I.100 (Data processing building construction account) 16 and 1992 c 235 s 7;
- 17 (9) RCW 43.99I.110 (Dairy products commission facility account) and 18 1992 c 235 s 8;
- 19 (10) RCW 43.99J.080 (Fruit commission facility account) and 1993 20 sp.s. c 12 s 6;
- 21 (11) RCW 43.105.830 (K-20 technology account) and 2004 c 276 s 909, 22 1999 c 285 s 9, 1997 c 180 s 2, & 1996 c 137 s 7;
- 23 (12) RCW 43.110.090 (Special purpose district research services 24 account) and 2006 c 328 s 2;
- 25 (13) RCW 47.01.310 (Washington fruit express account) and 2001 2nd 26 sp.s. c 14 s 606;
- 27 (14) RCW 47.26.325 (Advance right-of-way acquisition--Revolving fund) and 2001 c 201 s 2;
- 29 (15) RCW 47.26.330 (Advance right-of-way acquisition--Management of properties and funds) and 2001 c 201 s 3;
- 31 (16) RCW 50.65.150 (Washington service corps scholarship account--32 Created--Use) and 1993 c 302 s 5; and
- 33 (17) RCW 73.40.060 (National World War II memorial account) and 34 2000 c 12 s 2.
- NEW SECTION. Sec. 9. The funds remaining in the school construction revolving fund created in section 311(2), chapter 116, Laws of 1990 1st ex. sess. (uncodified) and the employment and training

- 1 trust fund repealed by section 19, chapter 226, Laws of 1993 on the
- 2 effective date of this section shall be transferred by the state
- 3 treasurer to the state general fund.
- 4 <u>NEW SECTION.</u> **Sec. 10.** Any residual balance of funds remaining in
- 5 any account eliminated in this act on the effective date of this
- 6 section shall be transferred by the state treasurer to the state
- 7 general fund.
- 8 <u>NEW SECTION.</u> **Sec. 11.** This act takes effect July 1, 2010.

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