## ESHB 2289 - S AMD 414 By Senator Rockefeller

## ADOPTED 04/17/2009

1 Strike everything after the enacting clause and insert the 2 following:

"NEW SECTION. Sec. 1. The legislature intends to modify the energy freedom program and account in order to receive federal funds and other sources of funding. Also, the legislature intends to expand the mission of the energy freedom program to accelerate energy efficiency improvements, renewable energy improvements, and deployment of innovative energy technologies. Additionally, the legislature intends to support, through the energy freedom program, research, demonstration, and commercialization of energy efficiency improvements, renewable energy improvements, and innovation energy technologies.

- **Sec. 2.** RCW 43.325.010 and 2007 c 348 s 301 are each amended to 13 read as follows:
- 14 The definitions in this section apply throughout this chapter 15 unless the context clearly requires otherwise.
  - (1) "Applicant" means the state and any political subdivision of the state, including port districts, counties, cities, towns, special purpose districts, and other municipal corporations or quasi-municipal corporations. "Applicant" may also include federally recognized tribes ((and)), state institutions of higher education with appropriate research capabilities, any organization described in section 501(c)(3) of the internal revenue code, and private entities that are eligible to receive federal funds.
  - (2) "Alternative fuel" means all products or energy sources used to propel motor vehicles, other than conventional gasoline, diesel, or reformulated gasoline. "Alternative fuel" includes, but is not limited to, cellulose, liquefied petroleum gas, liquefied natural gas, compressed natural gas, biofuels, biodiesel fuel, E85 motor fuel, fuels containing seventy percent or more by volume of alcohol fuel, fuels

that are derived from biomass, hydrogen fuel, anhydrous ammonia fuel, nonhazardous motor fuel, or electricity, excluding onboard electric generation.

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- (3) "Assistance" includes loans, leases, product purchases, or other forms of financial or technical assistance.
- (4) "Biofuel" includes, but is not limited to, biodiesel, ethanol, and ethanol blend fuels and renewable liquid natural gas or liquid compressed natural gas made from biogas.
- (5) "Biogas" includes waste gases derived from landfills and wastewater treatment plants and dairy and farm wastes.
- (6) "Cellulose" means lignocellulosic, hemicellulosic, or other cellulosic matter that is available on a renewable or recurring basis, including dedicated energy crops and trees, wood and wood residues, plants, grasses, agricultural residues, fibers, animal wastes and other waste materials, and municipal solid waste.
- (7) "Coordinator" means the person appointed by the director of the department of community, trade, and economic development.
- (8) "Department" means the department of community, trade, and economic development.
- (9) "Director" means the director of the department of community, trade, and economic development.
- (10) "Energy efficiency improvement" means an installation or modification that is designed to reduce energy consumption. The term includes, but is not limited to: Insulation; storm windows and doors; automatic energy control systems; energy efficiency audits; heating, ventilating, or air conditioning and distribution system modifications or replacements in buildings or central plants; caulking and weather stripping; energy recovery systems; geothermal heat pumps; and day lighting systems.
- 30 (11) "Green highway zone" means an area in the state designated by 31 the department that is within reasonable proximity of state route 32 number 5, state route number 90, and state route number 82.
- ((\(\frac{(11)}{11}\))) (12) "Innovative energy technology" means, but is not limited to, the following: Smart grid or smart metering; biogas from landfills, wastewater treatment plants, anaerobic digesters, or other processes; wave or tidal power; fuel cells; high efficiency cogeneration; and energy storage systems.

- 1 (13) "Peer review committee" means a board, appointed by the 2 director, that includes bioenergy specialists, energy conservation 3 specialists, scientists, and individuals with specific recognized 4 expertise.
- $((\frac{12}{12}))$  (14) "Project"  $(\frac{means}{1})$  includes: (a) The construction 5 6 of facilities, including the purchase of equipment, to convert farm products or wastes into electricity or gaseous or liquid fuels or other 7 coproducts associated with such conversion; (b) clean energy projects 8 9 identified by the clean energy leadership council, created in section 2, chapter . . . (Substitute Senate Bill No. 5921), Laws of 2009; and 10 (c) energy efficiency improvements, renewable energy improvements, or 11 12 innovative energy technologies. These specifically include fixed or 13 mobile facilities to generate electricity or methane from the anaerobic digestion of organic matter, and fixed or mobile facilities for 14 extracting oils from canola, rape, mustard, and other oilseeds. 15 "Project" may also include the construction of facilities associated 16 with such conversion for the distribution and storage of such 17 feedstocks and fuels. The definition of project does not apply to 18 19 projects as described in RCW 43.325.020(5).
  - (15) "Renewable energy improvements" means a fixture, product, system, device, or interacting group of devices that produces energy from renewable resources. The term includes, but is not limited to:

    Photovoltaic systems; solar thermal systems; small wind systems; biomass systems; and geothermal systems.
  - $((\frac{13}{13}))$  <u>(16)</u> "Refueling project" means the construction of new alternative fuel refueling facilities, as well as upgrades and expansion of existing refueling facilities, that will enable these facilities to offer alternative fuels to the public.
  - $((\frac{14}{1}))$  (17) "Research and development project" means research and development, by an institution of higher education as defined in subsection (1) of this section, relating to:
  - (a) Bioenergy sources including but not limited to biomass and associated gases; or
  - (b) The development of markets for bioenergy coproducts.

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- 35 **Sec. 3.** RCW 43.325.020 and 2007 c 348 s 302 are each amended to read as follows:
- 37 (1) The energy freedom program is established within the

- department. The director may establish policies and procedures necessary for processing, reviewing, and approving applications made under this chapter.
- 4 (2) When reviewing applications submitted under this program, the director shall consult with those agencies and other public entities 5 having expertise and knowledge to assess the technical and business 6 feasibility of the project and probability of success. These agencies 7 8 may include, but are not limited to, Washington State University, the University of Washington, the department of ecology, the department of 9 10 natural resources, the department of agriculture, the department of 11 general administration, local clean air authorities, ((and)) the Washington state conservation commission, and the clean energy 12 13 leadership council created in section 2, chapter . . . (Substitute Senate Bill No. 5921), Laws of 2009. 14
  - (3) Except as provided in subsections (4) and (5) of this section, the director, in cooperation with the department of agriculture, may approve an application only if the director finds:

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- (a) The project will convert farm products, wastes, cellulose, or biogas directly into electricity or biofuel or other coproducts associated with such conversion;
- (b) The project demonstrates technical feasibility and directly assists in moving a commercially viable project into the marketplace for use by Washington state citizens;
- (c) The facility will produce long-term economic benefits to the state, a region of the state, or a particular community in the state;
  - (d) The project does not require continuing state support;
- (e) The assistance will result in new jobs, job retention, or higher incomes for citizens of the state;
- (f) The state is provided an option under the assistance agreement to purchase a portion of the fuel or feedstock to be produced by the project, exercisable by the department of general administration;
- 32 (g) The project will increase energy independence or diversity for 33 the state;
- (h) The project will use feedstocks produced in the state, if feasible, except this criterion does not apply to the construction of facilities used to distribute and store fuels that are produced from farm products or wastes;

1 (i) Any product produced by the project will be suitable for its 2 intended use, will meet accepted national or state standards, and will 3 be stored and distributed in a safe and environmentally sound manner;

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- (j) The application provides for adequate reporting or disclosure of financial and employment data to the director, and permits the director to require an annual or other periodic audit of the project books; and
- (k) For research and development projects, the application has been independently reviewed by a peer review committee as defined in RCW 43.325.010 and the findings delivered to the director.
- (4) When reviewing an application for a refueling project, the coordinator may award a grant or a loan to an applicant if the director finds:
- 14 (a) The project will offer alternative fuels to the motoring 15 public;
  - (b) The project does not require continued state support;
- 17 (c) The project is located within a green highway zone as defined in RCW 43.325.010;
  - (d) The project will contribute towards an efficient and adequately spaced alternative fuel refueling network along the green highways designated in RCW 47.17.020, 47.17.135, and 47.17.140; and
  - (e) The project will result in increased access to alternative fueling infrastructure for the motoring public along the green highways designated in RCW 47.17.020, 47.17.135, and 47.17.140.
  - (5) When reviewing an application for energy efficiency improvements, renewable energy improvements, or innovative energy technology, the director may award a grant or a loan to an applicant if the director finds:
  - (a) The project or program will result in increased access for the public, state and local governments, and businesses to energy efficiency improvements, renewable energy improvements, or innovative energy technologies;
  - (b) The project or program demonstrates technical feasibility and directly assists in moving a commercially viable project into the marketplace for use by Washington state citizens;
- 36 <u>(c) The project or program does not require continued state</u> 37 <u>support; or</u>

1 (d) The federal government has provided funds with a limited time 2 frame for use for energy independence and security, energy efficiency, 3 renewable energy, innovative energy technologies, or conservation.

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- (6)(a) The director may approve a project application for assistance under subsection (3) of this section up to five million dollars. In no circumstances shall this assistance constitute more than fifty percent of the total project cost.
- (b) The director may approve a refueling project application for a grant or a loan under subsection (4) of this section up to fifty thousand dollars. In no circumstances shall a grant or a loan award constitute more than fifty percent of the total project cost.
- ((<del>(6)</del>)) <u>(7)</u> The director shall enter into agreements with approved applicants to fix the terms and rates of the assistance to minimize the costs to the applicants, and to encourage establishment of a viable bioenergy or biofuel industry, or a viable energy efficiency, renewable energy, or innovative energy technology industry. The agreement shall include provisions to protect the state's investment, including a requirement that a successful applicant enter into contracts with any partners that may be involved in the use of any assistance provided under this program, including services, facilities, infrastructure, or equipment. Contracts with any partners shall become part of the application record.
- $((\frac{7}{}))$  (8) The director may defer any payments for up to twentyfour months or until the project starts to receive revenue from operations, whichever is sooner.
- 26 **Sec. 4.** RCW 43.325.030 and 2007 c 348 s 205 are each amended to 27 read as follows:

The director of the department shall appoint a coordinator that is responsible for:

- (1) Managing, directing, inventorying, and coordinating state efforts to promote, develop, and encourage ((a)) biofuel((s)) and energy efficiency, renewable energy, and innovative energy technology markets in Washington;
- (2) Developing, coordinating, and overseeing the implementation of a plan, or series of plans, for the production, transport, distribution, and delivery of biofuels produced predominantly from recycled products or Washington feedstocks;

(3) Working with the departments of transportation and general administration, and other applicable state and local governmental entities and the private sector, to ensure the development of biofuel fueling stations for use by state and local governmental motor vehicle fleets, and to provide greater availability of public biofuel fueling stations for use by state and local governmental motor vehicle fleets;

- (4) Coordinating with the Western Washington University alternative automobile program for opportunities to support new Washington state technology for conversion of fossil fuel fleets to biofuel, hybrid, or alternative fuel propulsion;
- (5) Coordinating with the University of Washington's college of forest management and the Olympic natural resources center for the identification of barriers to using the state's forest resources for fuel production, including the economic and transportation barriers of physically bringing forest biomass to the market;
- (6) Coordinating with the department of agriculture and Washington State University for the identification of other barriers for future biofuels development and development of strategies for furthering the penetration of the Washington state fossil fuel market with Washington produced biofuels, particularly among public entities.
- **Sec. 5.** RCW 43.325.040 and 2007 c 348 s 305 are each amended to 22 read as follows:
  - (1) The energy freedom account is created in the state treasury. All receipts from appropriations made to the account and any loan payments of principal and interest derived from loans made under ((this chapter)) the energy freedom account must be deposited into the account. Moneys in the account may be spent only after appropriation. Expenditures from the account may be used only for <u>financial</u> assistance for further funding for projects consistent with this chapter or otherwise authorized by the legislature.
  - (2) The green energy incentive account is created in the state treasury as a subaccount of the energy freedom account. All receipts from appropriations made to the green energy incentive account shall be deposited into the account, and may be spent only after appropriation. Expenditures from the account may be used only for:
    - (a) Refueling projects awarded under this chapter;

1 (b) Pilot projects for plug-in hybrids, including grants provided 2 for the electrification program set forth in RCW 43.325.110; and

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- (c) Demonstration projects developed with state universities as defined in RCW 28B.10.016 and local governments that result in the design and building of a hydrogen vehicle fueling station.
- (3)(a) The energy recovery act account is created in the state treasury. State and federal funds may be deposited into the account and any loan payments of principal and interest derived from loans made from the energy recovery act account must be deposited into the account. Moneys in the account may be spent only after appropriation.
- (b) Expenditures from the account may be used only for loans, loan guarantees, and grants that encourage the establishment of innovative and sustainable industries for renewable energy and energy efficiency technology, including but not limited to:
- (i) Renewable energy projects or programs that require interim financing to complete project development and implementation;
- 17 <u>(ii) Companies with innovative, near-commercial or commercial,</u>
  18 <u>clean energy technology; and</u>
  - (iii) Energy efficiency technologies that have a viable repayment stream from reduced utility costs.
    - (c) The director shall establish policies and procedures for processing, reviewing, and approving applications for funding under this section. When developing these policies and procedures, the department must consider the clean energy leadership strategy developed under section 2, chapter . . . (Substitute Senate Bill No. 5921), Laws of 2009.
    - (d) The director shall enter into agreements with approved applicants to fix the term and rates of funding provided from this account.
- (e) The policies and procedures of this subsection (3) do not apply to assistance awarded for projects under RCW 43.325.020(3).
- 32 (4) Any state agency receiving funding from the energy freedom 33 account is prohibited from retaining greater than three percent of any 34 funding provided from the energy freedom account for administrative 35 overhead or other deductions not directly associated with conducting 36 the research, projects, or other end products that the funding is 37 designed to produce unless this provision is waived in writing by the 38 director.

- ((\(\frac{4+}{4}\)\)) (5) Any university, institute, or other entity that is not a state agency receiving funding from the energy freedom account is prohibited from retaining greater than fifteen percent of any funding provided from the energy freedom account for administrative overhead or other deductions not directly associated with conducting the research, projects, or other end products that the funding is designed to produce.
- 8  $((\frac{5}{}))$  <u>(6)</u> Subsections (2)  $(\frac{\text{through}}{})$ , (4) <u>and (5)</u> of this 9 section do not apply to assistance awarded for projects under RCW 43.325.020(3).
- 11 **Sec. 6.** RCW 43.325.070 and 2007 c 348 s 303 are each amended to read as follows:
  - (1) If the total requested dollar amount of assistance awarded for projects under RCW 43.325.020(3) exceeds the amount available in the energy freedom account created in RCW 43.325.040, the applications must be prioritized based upon the following criteria:
  - (a) The extent to which the project will help reduce dependence on petroleum fuels and imported energy either directly or indirectly;
  - (b) The extent to which the project will reduce air and water pollution either directly or indirectly;
  - (c) The extent to which the project will establish a viable bioenergy or biofuel production capacity, energy efficiency, renewable energy, or innovative energy technology industry in Washington;
    - (d) The benefits to Washington's agricultural producers;
    - (e) The benefits to the health of Washington's forests;
- 26 (f) The beneficial uses of biogas; ((and))

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- 27 (g) The number and quality of jobs and economic benefits created by the project; and
- (h) Other criteria as determined by the clean energy leadership council created in section 2, chapter . . . (Substitute Senate Bill No. 5921), Laws of 2009.
- 32 (2) This section does not apply to grants or loans awarded for 33 refueling projects under RCW 43.325.020 (4) and (5).
- 34 **Sec. 7.** RCW 43.84.092 and 2008 c 106 s 3 are each 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 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.
  - (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:
  - (a) 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 budget stabilization account, the capitol building construction account, the Cedar River channel construction and operation account, the Central Washington University capital projects account, the charitable, educational, penal and reformatory institutions account, the cleanup settlement account, the Columbia river basin water supply development account, the common

school construction fund, the county criminal justice assistance 1 2 account, the county sales and use tax equalization account, the data processing building construction account, the deferred compensation 3 4 administrative account, the deferred compensation principal account, 5 the department of retirement systems expense account, the developmental 6 disabilities community trust account, the drinking water assistance 7 account, the drinking water assistance administrative account, the 8 drinking water assistance repayment account, the Eastern Washington 9 University capital projects account, the education construction fund, 10 the education legacy trust account, the election account, the energy freedom account, the energy recovery act account, The Evergreen State 11 12 College capital projects account, the federal forest revolving account, 13 the freight congestion relief account, the freight mobility investment account, the freight mobility multimodal account, the health services 14 15 account, the public health services account, the health system capacity account, the personal health services account, the state higher 16 education construction account, the higher education construction 17 account, the highway infrastructure account, the high occupancy toll 18 19 lanes operations account, the industrial insurance premium refund account, the judges' retirement account, the judicial retirement 20 21 administrative account, the judicial retirement principal account, the 22 local leasehold excise tax account, the local real estate excise tax 23 account, the local sales and use tax account, the medical aid account, 24 the mobile home park relocation fund, the multimodal transportation 25 account, the municipal criminal justice assistance account, the 26 municipal sales and use tax equalization account, the natural resources deposit account, the oyster reserve land account, the pension funding 27 stabilization account, the perpetual surveillance and maintenance 28 29 account, the public employees' retirement system plan 1 account, the 30 public employees' retirement system combined plan 2 and plan 3 account, the public facilities construction loan revolving account beginning 31 32 July 1, 2004, the public health supplemental account, the public works assistance account, the Puyallup tribal settlement account, the real 33 estate appraiser commission account, the regional mobility grant 34 35 program account, the resource management cost account, the rural 36 Washington loan fund, the site closure account, the small city pavement 37 sidewalk account, the special wildlife account, the state 38 employees' insurance account, the state employees' insurance reserve

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

(b) 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 aeronautics account, the aircraft search and rescue account, the county arterial preservation account, the department of licensing services account, the essential rail assistance account, the ferry bond retirement fund, the grade crossing protective fund, the high capacity transportation account, the highway bond retirement fund, the highway safety account,

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- the motor vehicle fund, the motorcycle safety education account, the pilotage account, the public transportation systems account, the Puget Sound capital construction account, the Puget Sound ferry operations account, the recreational vehicle account, the rural arterial trust account, the safety and education account, the special category C account, the state patrol highway account, the transportation 2003 account (nickel account), the transportation equipment fund, the transportation fund, the transportation improvement account, the transportation improvement board bond retirement account, and the urban arterial trust account.
- 11 (5) In conformance with Article II, section 37 of the state 12 Constitution, no treasury accounts or funds shall be allocated earnings 13 without the specific affirmative directive of this section.
- 14 Sec. 8. RCW 43.84.092 and 2008 c 128 s 19 and 2008 c 106 s 4 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 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.
- (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.

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(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 account, the charitable, educational, penal and reformatory 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, the essential rail assistance account, The Evergreen State College capital projects account, the federal forest revolving account, the ferry bond retirement fund, the freight congestion relief account, the freight mobility investment account, the freight mobility multimodal account, the grade crossing protective fund, the health services account, the public health services account, the health system capacity account, the personal health services account, the high capacity transportation account, the state higher education construction account, the higher education construction account, the highway bond

retirement fund, the highway infrastructure account, the highway safety 1 2 account, the high occupancy toll lanes operations account, the industrial insurance premium refund account, the judges' retirement 3 4 account, the judicial retirement administrative account, the judicial retirement principal account, the local leasehold excise tax account, 5 6 the local real estate excise tax account, the local sales and use tax 7 account, the medical aid account, the mobile home park relocation fund, 8 the motor vehicle fund, the motorcycle safety education account, the 9 multimodal transportation account, the municipal criminal assistance account, the municipal sales and use tax equalization 10 11 account, the natural resources deposit account, the oyster reserve land 12 account, the pension funding stabilization account, the perpetual 13 surveillance and maintenance account, the public employees' retirement system plan 1 account, the public employees' retirement system combined 14 plan 2 and plan 3 account, the public facilities construction loan 15 revolving account beginning July 1, 2004, the 16 public health 17 supplemental account, the public transportation systems account, the public works assistance account, the Puget Sound capital construction 18 19 account, the Puget Sound ferry operations account, the Puyallup tribal 20 settlement account, the real estate appraiser commission account, the 21 recreational vehicle account, the regional mobility grant program 22 account, the resource management cost account, the rural arterial trust 23 account, the rural Washington loan fund, the safety and education account, the site closure account, the small city pavement and sidewalk 24 25 account, the special category C account, the special wildlife account, 26 the state employees' insurance account, the state employees' insurance reserve account, the state investment board expense account, the state 27 28 investment board commingled trust fund accounts, the state patrol 29 highway account, the supplemental pension account, the Tacoma Narrows 30 toll bridge account, the teachers' retirement system plan 1 account, the teachers' retirement system combined plan 2 and plan 3 account, the 31 32 tobacco prevention and control account, the tobacco settlement account, the transportation 2003 account (nickel account), the transportation 33 equipment fund, the transportation fund, the transportation improvement 34 35 account, the transportation improvement board bond retirement account, 36 transportation infrastructure account, the transportation 37 partnership account, the traumatic brain injury account, the tuition 38 recovery trust fund, the University of Washington bond retirement fund,

- the University of Washington building account, the urban arterial trust 1 2 account, the volunteer firefighters' and reserve officers' relief and pension principal fund, the volunteer firefighters' and reserve 3 officers' administrative fund, the Washington fruit express account, 4 the Washington judicial retirement system account, the Washington law 5 6 enforcement officers' and firefighters' system plan 1 retirement account, the Washington law enforcement officers' and firefighters' 7 system plan 2 retirement account, the Washington public safety 8 9 employees' plan 2 retirement account, the Washington school employees' 10 retirement system combined plan 2 and 3 account, the Washington state 11 health insurance pool account, the Washington state patrol retirement 12 account, the Washington State University building account, the 13 Washington State University bond retirement fund, the water pollution control revolving fund, and the Western Washington University capital 14 15 projects account. Earnings derived from investing balances of the agricultural permanent fund, the normal school permanent fund, the 16 permanent common school fund, the scientific permanent fund, and the 17 18 state university permanent fund shall be allocated to their respective 19 beneficiary accounts. All earnings to be distributed under this 20 subsection (4)(a) shall first be reduced by the allocation to the state 21 treasurer's service fund pursuant to RCW 43.08.190.
- 22 (5) In conformance with Article II, section 37 of the state 23 Constitution, no treasury accounts or funds shall be allocated earnings 24 without the specific affirmative directive of this section.
- NEW SECTION. Sec. 9. Section 8 of this act takes effect July 1, 26 2009.
- 27 <u>NEW SECTION.</u> **Sec. 10.** (1) Sections 2, 3, 5, and 6 of this act 28 expire June 30, 2016.
- 29 (2) Section 7 of this act expires July 1, 2009.
- NEW SECTION. Sec. 11. This act is necessary for the immediate preservation of the public peace, health, or safety, or support of the state government and its existing public institutions, and takes effect immediately."

## <u>ESHB 2289</u> - S AMD By Senator Rockefeller

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## ADOPTED 04/17/2009

On page 1, line 1 of the title, after "program;" strike the remainder of the title and insert "amending RCW 43.325.010, 43.325.020, 43.325.030, 43.325.040, 43.325.070, and 43.84.092; reenacting and amending RCW 43.84.092; creating a new section; providing an effective date; providing expiration dates; and declaring an emergency."

--- END ---