

CERTIFICATION OF ENROLLMENT  
**SUBSTITUTE SENATE BILL 6572**

Chapter 9, Laws of 2010  
(partial veto)

61st Legislature  
2010 1st Special Session

STATE FUNDS AND ACCOUNTS--ELIMINATION

EFFECTIVE DATE: 07/01/10

Passed by the Senate March 16, 2010  
YEAS 41 NAYS 0

BRAD OWEN

\_\_\_\_\_  
**President of the Senate**

Passed by the House March 19, 2010  
YEAS 92 NAYS 0

FRANK CHOPP

\_\_\_\_\_  
**Speaker of the House of Representatives**

Approved March 29, 2010, 2:52 p.m., with  
the exception of Section 2 which is  
vetoed.

CHRISTINE GREGOIRE

\_\_\_\_\_  
**Governor of the State of Washington**

CERTIFICATE

I, Thomas Hoemann, Secretary of  
the Senate of the State of  
Washington, do hereby certify that  
the attached is **SUBSTITUTE SENATE  
BILL 6572** as passed by the Senate  
and the House of Representatives  
on the dates hereon set forth.

THOMAS HOEMANN

\_\_\_\_\_  
**Secretary**

FILED

March 30, 2010

**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.

1            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

1 need not be limited to the following issues: Quality of educational  
2 services; access to the network by recognized organizations and  
3 accredited institutions that deliver educational programming, including  
4 public libraries; prioritization of programming within limited  
5 resources; prioritization of access to the system and the sharing of  
6 technological advances; network security; identification and evaluation  
7 of emerging technologies for delivery of educational programs; future  
8 expansion or redirection of the system; network fee structures; and  
9 costs for the development and operation of the network;

10 (4) To prepare and submit to the governor and the legislature a  
11 coordinated budget for network development, operation, and expansion.  
12 The budget shall include the recommendations of the K-20 board on (a)  
13 any state funding requested for network transport and equipment,  
14 distance education facilities and hardware or software specific to the  
15 use of the network, and proposed new network end sites, (b) annual  
16 copayments to be charged to public educational sector institutions and  
17 other public entities connected to the network, and (c) charges to  
18 nongovernmental entities connected to the network;

19 (5) To adopt and monitor the implementation of a methodology to  
20 evaluate the effectiveness of the network in achieving the educational  
21 goals and measurable objectives;

22 ~~(6) ((To authorize the release of funds from the K-20 technology~~  
23 ~~account under RCW 43.105.830 for network expenditures;~~

24 ~~(7))~~) To establish by rule acceptable use policies governing user  
25 eligibility for participation in the K-20 network, acceptable uses of  
26 network resources, and procedures for enforcement of such policies.  
27 The K-20 board shall set forth appropriate procedures for enforcement  
28 of acceptable use policies, that may include suspension of network  
29 connections and removal of shared equipment for violations of network  
30 conditions or policies. However, the information services board shall  
31 have sole responsibility for the implementation of enforcement  
32 procedures relating to technical conditions of use.

33 **\*Sec. 2. RCW 43.110.080 and 2006 c 328 s 1 are each amended to read**  
34 **as follows:**

35 **(1) The municipal research council shall contract for the provision**  
36 **of research and services to special purpose districts. A contract**

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

4 (2) Research and services to special purpose districts shall  
5 consist of: (a) Studying and researching issues relating to special  
6 purpose district government; (b) acquiring, preparing, and distributing  
7 publications related to special purpose districts; and (c) furnishing  
8 legal, technical, consultative, and field services to special purpose  
9 districts concerning issues relating to special purpose district  
10 government.

11 (3) The activities, programs, and services of the municipal  
12 research council to special purpose districts shall be carried on in  
13 cooperation with the associations representing the various special  
14 purpose districts. ~~((Services to special purpose districts shall be  
15 based upon the moneys appropriated to the municipal research council  
16 from the special purpose district research services account under RCW  
17 43.110.090.))~~

\*Sec. 2 was vetoed. See message at end of chapter.

18 **Sec. 3.** RCW 28A.650.035 and 1993 c 336 s 708 are each amended to  
19 read as follows:

20 ~~((+1))~~ The superintendent of public instruction may receive such  
21 gifts, grants, and endowments from public or private sources as may be  
22 made from time to time, in trust or otherwise, for the use and benefit  
23 of the purposes of educational technology and expend the same or any  
24 income therefrom according to the terms of the gifts, grants, or  
25 endowments.

26 ~~((+2) The education technology account is hereby established in the  
27 custody of the state treasurer. The superintendent of public  
28 instruction shall deposit in the account all moneys received from  
29 gifts, grants, or endowments for education technology. Moneys in the  
30 account may be spent only for education technology. Disbursements from  
31 the account shall be on authorization of the superintendent of public  
32 instruction or the superintendent's designee. The account is subject  
33 to the allotment procedure provided under chapter 43.88 RCW, but no  
34 appropriation is required for disbursements.))~~

35 **Sec. 4.** RCW 28B.135.040 and 1999 c 375 s 4 are each amended to  
36 read as follows:

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

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

13       (~~Two Washington accounts for~~) The four-year student child care in  
14 higher education (~~are~~) account is established. The higher education  
15 coordinating board shall administer the program for the four-year  
16 institutions of higher education (~~and the state board for community~~  
17 ~~and technical colleges shall administer the program for the two-year~~  
18 ~~institutions of higher education~~). Through these programs the  
19 board(~~s~~) shall award either competitive or matching child care grants  
20 to state institutions of higher education to encourage programs to  
21 address the need for high quality, accessible, and affordable child  
22 care for students at higher education institutions. The grants shall  
23 be used exclusively for the provision of quality child care services  
24 for students at institutions of higher education. The university or  
25 college administration and student government association, or its  
26 equivalent, of each institution receiving the award may contribute  
27 financial support in an amount equal to or greater than the child care  
28 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

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

3 (3) The investment income account may be utilized for the payment  
4 of purchased banking services on behalf of treasurer's trust funds  
5 including, but not limited to, depository, safekeeping, and  
6 disbursement functions for the state treasurer or affected state  
7 agencies. The investment income account is subject in all respects to  
8 chapter 43.88 RCW, but no appropriation is required for payments to  
9 financial institutions. Payments shall occur prior to distribution of  
10 earnings set forth in subsection (4) of this section.

11 (4)(a) Monthly, the state treasurer shall distribute the earnings  
12 credited to the investment income account to the state general fund  
13 except under (b) and (c) of this subsection.

14 (b) The following accounts and funds shall receive their  
15 proportionate share of earnings based upon each account's or fund's  
16 average daily balance for the period: The Washington promise  
17 scholarship account, the college savings program account, the  
18 Washington advanced college tuition payment program account, the  
19 agricultural local fund, the American Indian scholarship endowment  
20 fund, the foster care scholarship endowment fund, the foster care  
21 endowed scholarship trust fund, the students with dependents grant  
22 account, the basic health plan self-insurance reserve account, the  
23 contract harvesting revolving account, the Washington state combined  
24 fund drive account, the commemorative works account, the Washington  
25 international exchange scholarship endowment fund, the toll collection  
26 account, the developmental disabilities endowment trust fund, the  
27 energy account, the fair fund, the family leave insurance account, the  
28 food animal veterinarian conditional scholarship account, the fruit and  
29 vegetable inspection account, the future teachers conditional  
30 scholarship account, the game farm alternative account, the GET ready  
31 for math and science scholarship account, the grain inspection  
32 revolving fund, the juvenile accountability incentive account, the law  
33 enforcement officers' and firefighters' plan 2 expense fund, the local  
34 tourism promotion account, the pilotage account, the produce railcar  
35 pool account, the regional transportation investment district account,  
36 the rural rehabilitation account, the stadium and exhibition center  
37 account, the youth athletic facility account, the self-insurance  
38 revolving fund, the sulfur dioxide abatement account, the children's

1 trust fund, the Washington horse racing commission Washington bred  
2 owners' bonus fund and breeder awards account, the Washington horse  
3 racing commission class C purse fund account, the individual  
4 development account program account, the Washington horse racing  
5 commission operating account (earnings from the Washington horse racing  
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 reading  
10 achievement account. However, the earnings to be distributed shall  
11 first be reduced by the allocation to the state treasurer's service  
12 fund pursuant to RCW 43.08.190.

13 (c) The following accounts and funds shall receive eighty percent  
14 of their proportionate share of earnings based upon each account's or  
15 fund's average daily balance for the period: The advanced right-of-way  
16 revolving fund, the advanced environmental mitigation revolving  
17 account, (~~the city and county advance right of way revolving fund,~~)  
18 the federal narcotics asset forfeitures account, the high occupancy  
19 vehicle account, the local rail service assistance account, and the  
20 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.

24 **Sec. 7.** RCW 43.84.092 and 2009 c 479 s 31, 2009 c 472 s 5, and  
25 2009 c 451 s 8 are each reenacted and amended to read as follows:

26 (1) All earnings of investments of surplus balances in the state  
27 treasury shall be deposited to the treasury income account, which  
28 account is hereby established in the state treasury.

29 (2) The treasury income account shall be utilized to pay or receive  
30 funds associated with federal programs as required by the federal cash  
31 management improvement act of 1990. The treasury income account is  
32 subject in all respects to chapter 43.88 RCW, but no appropriation is  
33 required for refunds or allocations of interest earnings required by  
34 the cash management improvement act. Refunds of interest to the  
35 federal treasury required under the cash management improvement act  
36 fall under RCW 43.88.180 and shall not require appropriation. The  
37 office of financial management shall determine the amounts due to or

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

7 (3) Except for the provisions of RCW 43.84.160, the treasury income  
8 account may be utilized for the payment of purchased banking services  
9 on behalf of treasury funds including, but not limited to, depository,  
10 safekeeping, and disbursement functions for the state treasury and  
11 affected state agencies. The treasury income account is subject in all  
12 respects to chapter 43.88 RCW, but no appropriation is required for  
13 payments to financial institutions. Payments shall occur prior to  
14 distribution of earnings set forth in subsection (4) of this section.

15 (4) Monthly, the state treasurer shall distribute the earnings  
16 credited to the treasury income account. The state treasurer shall  
17 credit the general fund with all the earnings credited to the treasury  
18 income account except:

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



1 account, the energy freedom account, the energy recovery act account,  
2 the essential rail assistance account, The Evergreen State College  
3 capital projects account, the federal forest revolving account, the  
4 ferry bond retirement fund, the freight congestion relief account, the  
5 freight mobility investment account, the freight mobility multimodal  
6 account, the grade crossing protective fund, the public health services  
7 account, the health system capacity account, (~~the personal health~~  
8 ~~services account,~~) the high capacity transportation account, the state  
9 higher education construction account, the higher education  
10 construction account, the highway bond retirement fund, the highway  
11 infrastructure account, the highway safety account, the high occupancy  
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  
15 local leasehold excise tax account, the local real estate excise tax  
16 account, the local sales and use tax account, the medical aid account,  
17 the mobile home park relocation fund, the motor vehicle fund, the  
18 motorcycle safety education account, the multimodal transportation  
19 account, the municipal criminal justice assistance account, the  
20 municipal sales and use tax equalization account, the natural resources  
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  
33 loan fund, the site closure account, the small city pavement and  
34 sidewalk account, the special category C account, the special wildlife  
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  
38 patrol highway account, the state route number 520 corridor account,

1 the supplemental pension account, the Tacoma Narrows toll bridge  
2 account, the teachers' retirement system plan 1 account, the teachers'  
3 retirement system combined plan 2 and plan 3 account, the tobacco  
4 prevention and control account, the tobacco settlement account, the  
5 transportation 2003 account (nickel account), the transportation  
6 equipment fund, the transportation fund, the transportation improvement  
7 account, the transportation improvement board bond retirement account,  
8 the 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  
16 Washington law enforcement officers' and firefighters' system plan 1  
17 retirement account, the Washington law enforcement officers' and  
18 firefighters' system plan 2 retirement account, the Washington public  
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  
24 water pollution control revolving fund, and the Western Washington  
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  
28 permanent fund, and the state university permanent fund shall be  
29 allocated to their respective beneficiary accounts. All earnings to be  
30 distributed under this subsection (4) shall first be reduced by the  
31 allocation to the state treasurer's service fund pursuant to RCW  
32 43.08.190.

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

36 NEW SECTION. **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  
28 fund) and 2001 c 201 s 2;
- 29 (15) RCW 47.26.330 (Advance right-of-way acquisition--Management of  
30 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.

35 NEW SECTION. **Sec. 9.** The funds remaining in the school  
36 construction revolving fund created in section 311(2), chapter 116,  
37 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 NEW SECTION. **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 NEW SECTION. **Sec. 11.** This act takes effect July 1, 2010.  
Passed by the Senate March 16, 2010.  
Passed by the House March 19, 2010.  
Approved by the Governor March 29, 2010, with the exception of  
certain items that were vetoed.  
Filed in Office of Secretary of State March 30, 2010.

Note: Governor's explanation of partial veto is as follows:

"I am returning herewith, without my approval as to Section 2,  
Substitute Senate Bill 6572 entitled:

"AN ACT Relating to eliminating accounts."

This bill eliminates inactive state funds and accounts to simplify the  
state accounting process.

Section 2 which amends a reference to the special purpose district  
research services account is also amended in Engrossed Second  
Substitute House Bill 2658 eliminating the Municipal Research Council  
and transferring its duties to the Department of Commerce. A veto of  
Section 2 eliminates this conflicting double amendment.

For this reason, I have vetoed Section 2 of Substitute Senate Bill 6572.  
With the exception of Section 2, Substitute Senate Bill 6572 is  
approved."