

CERTIFICATION OF ENROLLMENT

**HOUSE BILL 1006**

Chapter 88, Laws of 2013

63rd Legislature  
2013 Regular Session

HORSE RACING COMMISSION--ACCOUNTS

EFFECTIVE DATE: 07/28/13

Passed by the House February 18, 2013  
Yeas 96 Nays 0

FRANK CHOPP

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**Speaker of the House of Representatives**

Passed by the Senate April 15, 2013  
Yeas 48 Nays 0

BRAD OWEN

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**President of the Senate**

Approved May 1, 2013, 1:39 p.m.

JAY INSLEE

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

CERTIFICATE

I, Barbara Baker, Chief Clerk of the House of Representatives of the State of Washington, do hereby certify that the attached is **HOUSE BILL 1006** as passed by the House of Representatives and the Senate on the dates hereon set forth.

BARBARA BAKER

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**Chief Clerk**

FILED

May 1, 2013

**Secretary of State  
State of Washington**

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HOUSE BILL 1006

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Passed Legislature - 2013 Regular Session

State of Washington                      63rd Legislature                      2013 Regular Session

By Representatives Schmick and Cody; by request of Horse Racing Commission

Prefiled 12/03/12. Read first time 01/14/13. Referred to Committee on Appropriations Subcommittee on General Government.

1            AN ACT Relating to removing the requirement that earnings from the  
2 Washington horse racing commission operating account be credited to the  
3 Washington horse racing commission class C purse fund account; amending  
4 RCW 67.16.280; and reenacting and amending RCW 43.79A.040.

5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

6            **Sec. 1.** RCW 43.79A.040 and 2012 c 198 s 8, 2012 c 196 s 6, 2012 c  
7 187 s 13, and 2012 c 114 s 3 are each reenacted and amended to read as  
8 follows:

9            (1) Money in the treasurer's trust fund may be deposited, invested,  
10 and reinvested by the state treasurer in accordance with RCW 43.84.080  
11 in the same manner and to the same extent as if the money were in the  
12 state treasury, and may be commingled with moneys in the state treasury  
13 for cash management and cash balance purposes.

14            (2) All income received from investment of the treasurer's trust  
15 fund must be set aside in an account in the treasury trust fund to be  
16 known as the investment income account.

17            (3) The investment income account may be utilized for the payment  
18 of purchased banking services on behalf of treasurer's trust funds  
19 including, but not limited to, depository, safekeeping, and

1 disbursement functions for the state treasurer or affected state  
2 agencies. The investment income account is subject in all respects to  
3 chapter 43.88 RCW, but no appropriation is required for payments to  
4 financial institutions. Payments must occur prior to distribution of  
5 earnings set forth in subsection (4) of this section.

6 (4)(a) Monthly, the state treasurer must distribute the earnings  
7 credited to the investment income account to the state general fund  
8 except under (b), (c), and (d) of this subsection.

9 (b) The following accounts and funds must receive their  
10 proportionate share of earnings based upon each account's or fund's  
11 average daily balance for the period: The Washington promise  
12 scholarship account, the Washington advanced college tuition payment  
13 program account, the accessible communities account, the community and  
14 technical college innovation account, the agricultural local fund, the  
15 American Indian scholarship endowment fund, the foster care scholarship  
16 endowment fund, the foster care endowed scholarship trust fund, the  
17 basic health plan self-insurance reserve account, the contract  
18 harvesting revolving account, the Washington state combined fund drive  
19 account, the commemorative works account, the county enhanced 911  
20 excise tax account, the toll collection account, the developmental  
21 disabilities endowment trust fund, the energy account, the fair fund,  
22 the family leave insurance account, the food animal veterinarian  
23 conditional scholarship account, the fruit and vegetable inspection  
24 account, the future teachers conditional scholarship account, the game  
25 farm alternative account, the GET ready for math and science  
26 scholarship account, the Washington global health technologies and  
27 product development account, the grain inspection revolving fund, the  
28 industrial insurance rainy day fund, the juvenile accountability  
29 incentive account, the law enforcement officers' and firefighters' plan  
30 2 expense fund, the local tourism promotion account, the multiagency  
31 permitting team account, the pilotage account, the produce railcar pool  
32 account, the regional transportation investment district account, the  
33 rural rehabilitation account, the stadium and exhibition center  
34 account, the youth athletic facility account, the self-insurance  
35 revolving fund, the children's trust fund, the Washington horse racing  
36 commission Washington bred owners' bonus fund and breeder awards  
37 account, the Washington horse racing commission class C purse fund  
38 account, the individual development account program account, the

1 Washington horse racing commission operating account (~~((earnings from~~  
2 ~~the Washington horse racing commission operating account must be~~  
3 ~~credited to the Washington horse racing commission class C purse fund~~  
4 ~~account))~~), the life sciences discovery fund, the Washington state  
5 heritage center account, ((and)) the reduced cigarette ignition  
6 propensity account, the center for childhood deafness and hearing loss  
7 account, ((and)) the school for the blind account, the Millersylvania  
8 park trust fund, the public employees' and retirees' insurance reserve  
9 fund, and the radiation perpetual maintenance fund.

10 (c) The following accounts and funds must receive eighty percent of  
11 their proportionate share of earnings based upon each account's or  
12 fund's average daily balance for the period: The advanced right-of-way  
13 revolving fund, the advanced environmental mitigation revolving  
14 account, the federal narcotics asset forfeitures account, the high  
15 occupancy vehicle account, the local rail service assistance account,  
16 and the miscellaneous transportation programs account.

17 (d) Any state agency that has independent authority over accounts  
18 or funds not statutorily required to be held in the custody of the  
19 state treasurer that deposits funds into a fund or account in the  
20 custody of the state treasurer pursuant to an agreement with the office  
21 of the state treasurer shall receive its proportionate share of  
22 earnings based upon each account's or fund's average daily balance for  
23 the period.

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

27 **Sec. 2.** RCW 67.16.280 and 2011 c 12 s 2 are each amended to read  
28 as follows:

29 (1) The Washington horse racing commission operating account is  
30 created in the custody of the state treasurer. All receipts collected  
31 by the commission under RCW 67.16.105(2) must be deposited into the  
32 account. The commission has the authority to receive such gifts,  
33 grants, and endowments from public or private sources as may be made  
34 from time to time in trust or otherwise for the use and purpose of  
35 regulating or supporting nonprofit race meets as set forth in RCW  
36 67.16.130 and 67.16.105(1); such gifts, grants, and endowments must  
37 also be deposited into the account and expended according to the terms

1 of such gift, grant, or endowment. Moneys in the account may be spent  
2 only after appropriation. Except as provided in subsection (2) of this  
3 section, expenditures from the account may be used only for operating  
4 expenses of the commission. (~~Investment earnings from the account~~  
5 ~~will be retained in the Washington horse racing commission operating~~  
6 ~~account, pursuant to RCW 43.79A.040.))~~

7 (2) In order to provide funding in support of the legislative  
8 findings in RCW 67.16.101 (1) through (3), and to provide additional  
9 necessary support to the nonprofit race meets beyond the funding  
10 provided by RCW 67.16.101(4) and 67.16.102(2), the commission is  
11 authorized to spend up to three hundred thousand dollars per fiscal  
12 year from its operating account for the purpose of developing the  
13 equine industry, maintaining and upgrading racing facilities, and  
14 assisting equine health research. When determining how to allocate the  
15 funds available for these purposes, the commission must give first  
16 consideration to uses that regulate and assist the nonprofit race meets  
17 and equine health research. These expenditures may occur only when  
18 sufficient funds remain for the continued operations of the horse  
19 racing commission.

Passed by the House February 18, 2013.

Passed by the Senate April 15, 2013.

Approved by the Governor May 1, 2013.

Filed in Office of Secretary of State May 1, 2013.