CERTIFICATION OF ENROLLMENT

SUBSTITUTE SENATE BILL 6493

65th Legislature 2018 Regular Session

Passed by the Senate March 6, 2018 Yeas 49 Nays 0

President of the Senate

Passed by the House March 2, 2018 Yeas 95 Nays 3

Speaker of the House of Representatives Approved CERTIFICATE

I, Brad Hendrickson, Secretary of the Senate of the State of Washington, do hereby certify that the attached is **SUBSTITUTE SENATE BILL 6493** as passed by Senate and the House of Representatives on the dates hereon set forth.

Secretary

FILED

Secretary of State State of Washington

Governor of the State of Washington

SUBSTITUTE SENATE BILL 6493

AS AMENDED BY THE HOUSE

Passed Legislature - 2018 Regular Session

State of Washington 65th Legislature 2018 Regular Session

By Senate Higher Education & Workforce Development (originally sponsored by Senators Billig, Palumbo, Ranker, Carlyle, Hasegawa, and Kuderer)

READ FIRST TIME 02/01/18.

1 AN ACT Relating to increased transparency and accountability for 2 intercollegiate athletic programs at public colleges and 3 universities; and adding a new section to chapter 28B.15 RCW.

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

5 <u>NEW SECTION.</u> Sec. 1. A new section is added to chapter 28B.15 6 RCW to read as follows:

7 (1) The board of trustees or regents of each of the state's colleges and universities under RCW 28B.15.005 must specifically 8 9 approve in an open public meeting, the annual budget for its programs 10 for intercollegiate athletic competition in advance of any 11 expenditure for that fiscal year.

12 (2) If a college or university's programs experience an operating 13 deficit at the end of any fiscal year, the board of trustees or 14 regents must:

(a) Approve a plan for how the programs will reduce operatingdeficits in future fiscal years;

(b) Conspicuously post to the college or university's web site the financial statements of the programs for the three prior fiscal years and the plan in (a) of this subsection. Any public records request for a copy of the financial statements or plan must be at no cost to the requester;

p. 1

(c) Approve in advance any transfer exceeding two hundred fifty
 thousand dollars; and

3 (d) Except as provided in subsection (3) of this section, approve 4 in advance any expenditure over two hundred fifty thousand dollars 5 that was not included in the approved annual budget, in an open 6 public meeting.

7 (3) Approval of an expenditure by the board of trustees or
8 regents may occur at the next regularly scheduled board meeting after
9 the expenditure if the expenditure is:

(a) Time sensitive and the net fiscal impact of the expenditureresults in a direct revenue gain to the program; or

(b) Required to meet an immediate public safety need.

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13 (4) Unless the context clearly requires otherwise, the 14 definitions in this subsection apply throughout this section:

(a) "Expenditure" means any discrete purchase, payment, contract amendment, or expense, unless that expenditure is required to meet an immediate public safety need.

18 (b) "Operating costs" means all direct and indirect costs to 19 operate the programs including the value of any costs that are 20 typically charged to departments, but have been waived by the college 21 or university. Waived costs include, but are not limited to the value 22 of tuition waivers for student athletes and any internal or central 23 service costs not charged to the programs.

(c) "Operating deficit" means the amount by which the aggregate operating costs of the programs exceeds the aggregated receipts and revenue directly generated by the programs in the fiscal year, plus any transfers of reserves that were originally generated directly by the athletic department account.

(d) "Programs for intercollegiate athletic competition" or
 "programs" means those programs established under RCW 28B.10.703.

31 (e) "Transfers" means any transfer of moneys to an account used 32 by programs for intercollegiate athletic competition from any account 33 that holds moneys not directly generated by the programs.

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p. 2