
SUBSTITUTE HOUSE BILL 2720

State of Washington

69th Legislature

2026 Regular Session

By House Appropriations (originally sponsored by Representatives Macri, Gregerson, and Scott)

READ FIRST TIME 02/09/26.

1 AN ACT Relating to increasing access and resources for behavioral
2 health emergency services providers by imposing a covered lives
3 assessment on specific health plans; amending RCW 48.49.135;
4 reenacting and amending RCW 43.84.092, 43.84.092, 43.84.092,
5 43.84.092, 43.84.092, and 43.84.092; adding a new section to chapter
6 71.24 RCW; adding a new chapter to Title 48 RCW; creating new
7 sections; providing effective dates; providing a contingent effective
8 date; providing expiration dates; and providing contingent expiration
9 dates.

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

11 NEW SECTION. **Sec. 1.** (1) The legislature finds that:

12 (a) Behavioral health crisis services are cost-effective and
13 reduce burdens on other emergency systems. According to the all payer
14 claims database from 2022 through 2024, aggregate health plan claims
15 payments for hospital emergency department visits where patients have
16 primary mental health diagnoses cost far more than behavioral health
17 crisis services;

18 (b) Behavioral health crisis services which include, but are not
19 limited to, mobile crisis response, crisis relief centers, and crisis
20 stabilization units, provide customized care specific to behavioral

1 health conditions that support people to recover as a more effective
2 alternative to hospital emergency departments;

3 (c) By giving first responders, family members, and people with
4 behavioral health conditions a place to go and someone to respond in
5 a crisis, behavioral health crisis services help people avoid
6 overburdened emergency departments, inpatient hospitals, and jails;

7 (d) Behavioral health crisis services should be available to all
8 regardless of insurance status, residency, age, or diagnosis, similar
9 to medical emergency services;

10 (e) The substance abuse and mental health services administration
11 recommends a comprehensive, 24/7, community-based crisis system that
12 is funded under a firehouse model rather than through traditional
13 insurance reimbursement;

14 (f) RCW 48.43.093 requires health carriers to cover behavioral
15 health emergency services for people enrolled in their health plans.
16 Federal and state mental health parity laws require private health
17 insurance to provide comparable coverage of medical and behavioral
18 health emergency services;

19 (g) Despite ongoing efforts from the office of the insurance
20 commissioner, behavioral health administrative services
21 organizations, behavioral health agencies, and health carriers to
22 implement this coverage requirement, payments for behavioral health
23 emergency services by private health plans remain limited. This is
24 due in part to the challenges of obtaining health insurance
25 information when a client is experiencing a behavioral health crisis
26 or its aftermath and to the complexity of billing private health
27 insurers given limited administrative capacity and billing expertise
28 of behavioral health crisis providers. Due to these structural
29 barriers, there are not clear and consistent systems for payments for
30 behavioral health crisis services by health carriers as required by
31 RCW 48.43.093. As a result, Washington state taxpayers have been
32 subsidizing this care;

33 (h) Behavioral health administrative services organizations are
34 best positioned to administer and implement the array of community-
35 based behavioral health crisis services that a region needs and its
36 providers can deliver, within their limited available resources,
37 given their role as regional behavioral health crisis services
38 authorities under RCW 71.24.045;

39 (i) A streamlined payment mechanism that does not require billing
40 or contracting with certain health insurers is needed to sustain

1 access to behavioral health crisis services and to ensure that
2 private health insurers provide the financial contribution for these
3 services that RCW 48.43.093 and mental health parity laws are
4 intended to result in; and

5 (j) Communities throughout Washington are seeking to expand
6 access to behavioral health crisis care by establishing new
7 facilities, often with state capital funding, but neither state
8 funding nor private health insurance funding is sufficient to support
9 services in these facilities. Too many have been unable to start
10 providing services in their community.

11 (2) The legislature intends to create a broad-based, ongoing,
12 dedicated funding source for behavioral health crisis services
13 provided to people that are not eligible for medicaid reimbursement,
14 and for people who are not enrolled in medicaid, which will be in
15 lieu of directly submitting claims for these services to health
16 insurers.

17 NEW SECTION. **Sec. 2.** The definitions in this section apply
18 throughout this chapter unless the context clearly requires
19 otherwise.

20 (1) "Adjustment factor" means the sum of inflation change and
21 population change for the biennium during which an adjustment
22 increase, as provided in section 3(7) of this act, is being
23 calculated.

24 (2) "Commissioner" means the insurance commissioner or his or her
25 designee.

26 (3) "Covered entity" means:

27 (a) A health carrier, as defined in RCW 48.43.005;

28 (b) A self-funded multiple employer welfare arrangement, as
29 defined in RCW 48.125.010; and

30 (c) Public or private employer-sponsored self-funded employee
31 welfare health benefit plans or Taft-Hartley multiemployer health
32 benefit plans.

33 (4)(a) "Covered lives" means all persons residing in Washington
34 state who are enrolled in health coverage offered by the following
35 entities:

36 (i) A health plan offered by a health carrier, as defined in RCW
37 48.43.005. For purposes of this subsection only, "health plan" has
38 the same meaning as defined in RCW 48.43.005 but does not include
39 medicare advantage plans established under medicare part C,

1 outpatient prescription drug plans established under medicare part D,
2 or federal employee health benefit plans;

3 (ii) A self-funded multiple employer welfare arrangement, as
4 defined in RCW 48.125.010; and

5 (iii) Public or private employer-sponsored self-funded employee
6 welfare health benefit plans or Taft-Hartley multiemployer health
7 benefit plans.

8 (b) "Covered lives" does not include lives enrolled in medicaid
9 managed care organizations under contract with the health care
10 authority.

11 (5) "Inflation change" means the percentage change in the
12 consumer price index for all urban consumers for the Seattle-Tacoma-
13 Bellevue area, or successor index, as published by the federal bureau
14 of labor statistics, for the biennium during which an adjustment
15 increase, as provided in section 3(7) of this act, is being
16 calculated.

17 (6) "Population change" means the percentage change in state
18 population as reported by the office of financial management for the
19 biennium during which an adjustment increase, as provided in section
20 3(7) of this act, is being calculated.

21 NEW SECTION.

Sec. 3.

(1) All covered entities shall pay an
22 annual covered lives assessment beginning January 1, 2027.

23 (2) The commissioner shall annually assess a per member per month
24 assessment per covered life for covered entities. The per member per
25 month assessment in calendar year 2027 shall be 58 cents per covered
26 life. The assessment shall be updated every two years in accordance
27 with the process established in subsection (7) of this section.

28 (3) The commissioner shall annually issue a notice to each
29 covered entity of the total assessment and its payment obligation for
30 the upcoming year. The commissioner shall determine a payment
31 schedule for receipt of assessments under this section. Payment
32 collections may be made no more frequently than quarterly.

33 (4)(a) Covered entities shall provide the commissioner the
34 information needed to calculate the covered entity's covered lives
35 subject to the assessment in a form and manner determined by the
36 commissioner.

37 (b) The commissioner may contract with an entity to carry out
38 some or all of the functions included in this subsection and
39 subsections (1) through (3) of this section including, but not

1 limited to, obtaining information regarding each covered entity's
2 covered lives and administering the collection of assessments under
3 this section.

4 (5) (a) Payments from covered entities are due to the commissioner
5 within 45 days of the receipt of notice of their payment obligation
6 determined under this section. The commissioner shall charge interest
7 as detailed by RCW 43.17.240, which begins to accrue on the 46th day,
8 on amounts received after the 45-day period.

9 (b) The commissioner may allow each covered entity in arrears to
10 submit a payment plan, subject to approval by the commissioner. An
11 initial payment under an approved payment plan is due upon execution
12 of the payment plan.

13 (c) Any covered entity failing to pay the assessment within 90
14 days of notification of the payment obligation under this section
15 must be assessed a penalty. The penalty under this subsection is 150
16 percent of the assessment owed. The assessment, penalty, and interest
17 owed may be collected by distraint, and recovered by any action
18 instituted by the commissioner in any court of competent
19 jurisdiction. In addition to the penalties and interest outlined in
20 this subsection, the commissioner may revoke a certificate of
21 authority or registration issued by the commissioner to a health
22 carrier. The certificate of authority or registration may not be
23 reissued until all assessments, penalties, and interest have been
24 fully paid to the commissioner.

25 (6) The commissioner shall deposit annual assessments, interest,
26 and civil penalties collected under this section with the state
27 treasurer to the credit of the behavioral health emergency services
28 account created in section 4 of this act.

29 (7) Each June of even numbered years, the commissioner shall
30 calculate the assessment for the next two calendar years by
31 increasing the current assessment by known changes in the adjustment
32 factor, except that the increase shall not exceed 10 percent.

33 NEW SECTION. **Sec. 4.** (1) The behavioral health emergency
34 services account is created in the state treasury. All receipts from
35 the assessments, interest, and penalties collected by the
36 commissioner under section 3 of this act must be deposited into the
37 account. Moneys in the account may be spent only after appropriation.

38 (2) Expenditures from the account may be used only for:

1 (a) Behavioral health emergency services administered through
2 behavioral health administrative services organizations as defined in
3 RCW 71.24.025 or federally recognized tribes located in this state,
4 by the following behavioral health emergency services providers as
5 defined in RCW 48.43.005:

6 (i) A crisis stabilization unit as defined in RCW 71.05.020;

7 (ii) A 23-hour crisis relief center as defined in RCW 71.24.025;

8 (iii) An agency certified by the department of health under
9 chapter 71.24 RCW to provide outpatient crisis services; and

10 (iv) A mobile rapid response crisis team as defined in RCW
11 71.24.025 that is contracted with a behavioral health administrative
12 services organization operating under RCW 71.24.045 to provide crisis
13 response services in the behavioral health administrative services
14 organization's service area;

15 (b) Administrative costs for the health care authority associated
16 with implementation of this act; and

17 (c) Disbursements to refund erroneous or excessive payments made
18 by covered entities as determined by the commissioner.

19 (3) Expenditures from the account are subject to the following
20 limitations:

21 (a) The account may not be used for reimbursement of services
22 identified in subsection (2) of this section provided to individuals
23 enrolled in medical assistance programs that include coverage for
24 these services under Title XIX of the federal social security act or
25 Title XXI of the federal social security act; and

26 (b) The account may not be used for reimbursement of services
27 identified in subsection (2) of this section that have been directly
28 billed by a provider or on the provider's behalf and reimbursed by a
29 covered entity or payer for the covered entity or payer's enrollee.

30 (4) A behavioral health administrative services organization,
31 federally recognized tribe, health care provider, or health care
32 entity that receives funds from the account may not bill a covered
33 entity for behavioral health emergency services listed in this
34 section provided to a covered life.

35 NEW SECTION. **Sec. 5.** (1) The commissioner shall adopt rules and
36 undertake actions necessary to implement sections 3 and 4 of this act
37 including, but not limited to, measures to enforce reporting of
38 covered lives, audits of covered lives reporting, and payment of
39 applicable assessments.

1 (2) The commissioner, in consultation with the health care
2 authority, behavioral health administrative services organizations,
3 and covered entities shall review and revise existing regulations to
4 support transitioning payment for the services described in section
5 4(2) of this act to the prospective covered lives assessment
6 established in section 3 of this act. This includes, but is not
7 limited to:

- 8 (a) Network access requirements;
- 9 (b) Alternate access delivery requests;
- 10 (c) Contracting requirements; and
- 11 (d) Claims payment requirements.

12 **Sec. 6.** RCW 48.49.135 and 2022 c 263 s 18 are each amended to
13 read as follows:

14 (1) When determining the adequacy of a proposed provider network
15 or the ongoing adequacy of an in-force provider network, the
16 commissioner must review the carrier's proposed provider network or
17 in-force provider network to determine whether the network includes a
18 sufficient number of contracted providers of emergency medicine,
19 anesthesiology, pathology, radiology, neonatology, surgery,
20 hospitalist, intensivist(~~(+)~~), and diagnostic services, including
21 radiology and laboratory services at or for the carrier's contracted
22 in-network hospitals or ambulatory surgical facilities to reasonably
23 ensure enrollees have in-network access to covered benefits delivered
24 at that facility.

25 (2)(a) When determining the adequacy of a proposed provider
26 network or the ongoing adequacy of an in-force provider network, the
27 commissioner may allow a carrier to submit an alternate access
28 delivery request. The commissioner shall define the circumstances
29 under which a carrier may submit an alternate access delivery request
30 and the requirements for submission and approval of such a request in
31 rule. To submit an alternate access delivery request, a carrier
32 shall:

33 (i) Ensure that enrollees will not bear any greater cost of
34 receiving services under the alternate access delivery request than
35 if the provider or facility was contracted with the carrier or make
36 other arrangements acceptable to the commissioner;

37 (ii) Provide substantial evidence of good faith efforts on its
38 part to contract with providers or facilities. If a carrier is
39 submitting an alternate access delivery request for the same service

1 and geographic area as a previously approved request, the carrier
2 shall provide new or additional evidence of good faith efforts to
3 contract associated with the current request;

4 (iii) Demonstrate that there is not an available provider or
5 facility with which the carrier can contract to meet the
6 commissioner's provider network standards; and

7 (iv) For services for which balance billing is prohibited under
8 RCW 48.49.020, notify out-of-network providers or facilities that
9 deliver the services referenced in the alternate access delivery
10 request within five days of submitting the request to the
11 commissioner. Any notification provided under this subsection shall
12 include contact information for carrier staff who can provide
13 detailed information to the affected provider or facility regarding
14 the submitted alternate access delivery request.

15 (b) For services for which balance billing is prohibited under
16 RCW 48.49.020, a carrier may not treat its payment of
17 nonparticipating providers or facilities under this chapter or P.L.
18 116-260 (enacted December 27, 2020) as a means to satisfy network
19 access standards established by the commissioner unless all
20 requirements of this subsection are met.

21 (i) If a carrier is unable to obtain a contract with a provider
22 or facility delivering services addressed in an alternate access
23 delivery request to meet network access requirements, the carrier may
24 ask the commissioner to amend the alternate access delivery request
25 if the carrier's communication to the commissioner occurs at least
26 three months after the effective date of the alternate access
27 delivery request and demonstrates substantial evidence of good faith
28 efforts on its part to contract for delivery of services during that
29 three-month time period. If the carrier has demonstrated substantial
30 evidence of good faith efforts on its part to contract, the
31 commissioner shall allow a carrier to use the dispute resolution
32 process provided in RCW 48.49.040 to determine the amount that will
33 be paid to providers or facilities for services referenced in the
34 alternate access delivery request. The commissioner may determine by
35 rule the associated processes for use of the dispute resolution
36 process under this subsection.

37 (ii) Once notification is provided by the carrier to a provider
38 or facility under (a) of this subsection, a carrier is not
39 responsible for reimbursing a provider's or facility's charges in
40 excess of the amount charged by the provider or facility for the same

1 or similar service at the time the notification was provided. The
2 provider or facility shall accept this reimbursement as payment in
3 full.

4 (3) ~~((When))~~ (a) Except to the extent provided otherwise in (b)
5 of this subsection, when determining the adequacy of a carrier's
6 proposed provider network or the ongoing adequacy of an in-force
7 provider network, beginning January 1, 2023, the commissioner shall
8 require that the carrier's proposed provider network or in-force
9 provider network include a sufficient number of contracted behavioral
10 health emergency services providers.

11 (b) When determining the adequacy of a carrier's proposed
12 provider network or the ongoing adequacy of an in-force provider
13 network, beginning January 1, 2027, a carrier that is making complete
14 and timely payments of the covered lives assessment established in
15 section 3 of this act is deemed to have an adequate provider network
16 for the behavioral health emergency services referenced in section
17 4(2) of this act.

18 NEW SECTION. **Sec. 7.** A new section is added to chapter 71.24
19 RCW to read as follows:

20 The authority shall adopt rules and undertake actions necessary
21 to ensure that behavioral health emergency services account funds
22 appropriated to and expended by the authority are used in accordance
23 with the conditions and limitations of chapter 48.--- RCW (the new
24 chapter created in section 14 of this act).

25 **Sec. 8.** RCW 43.84.092 and 2025 c 417 s 802, 2025 c 399 s 15,
26 2025 c 359 s 12, and 2025 c 299 s 21 are each reenacted and amended
27 to read as follows:

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

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

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

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

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

22 (a) The following accounts and funds shall receive their
23 proportionate share of earnings based upon each account's and fund's
24 average daily balance for the period: The abandoned recreational
25 vehicle disposal account, the aeronautics account, the Alaskan Way
26 viaduct replacement project account, the ambulance transport fund,
27 the behavioral health emergency services account, the budget
28 stabilization account, the capital vessel replacement account, the
29 capitol building construction account, the Central Washington
30 University capital projects account, the charitable, educational,
31 penal and reformatory institutions account, the Chehalis basin
32 account, the Chehalis basin taxable account, the clean fuels credit
33 account, the clean fuels transportation investment account, the
34 cleanup settlement account, the Columbia river basin water supply
35 development account, the Columbia river basin taxable bond water
36 supply development account, the Columbia river basin water supply
37 revenue recovery account, the common school construction fund, the
38 community forest trust account, the connecting Washington account,
39 the county arterial preservation account, the county criminal justice
40 assistance account, the covenant homeownership account, the deferred

1 compensation administrative account, the deferred compensation
2 principal account, the department of licensing services account, the
3 department of retirement systems expense account, the developmental
4 disabilities community services account, the diesel idle reduction
5 account, the opioid abatement settlement account, the drinking water
6 assistance account, the administrative subaccount of the drinking
7 water assistance account, the driver education safety improvement
8 account, the early learning facilities development account, the early
9 learning facilities revolving account, the Eastern Washington
10 University capital projects account, the education legacy trust
11 account, the election account, the electric vehicle account, the
12 energy freedom account, the energy recovery act account, the
13 essential rail assistance account, The Evergreen State College
14 capital projects account, the fair start for kids account, the family
15 medicine workforce development account, the ferry bond retirement
16 fund, the fish, wildlife, and conservation account, the freight
17 mobility investment account, the freight mobility multimodal account,
18 the grade crossing protective fund, the higher education retirement
19 plan supplemental benefit fund, the Washington student loan account,
20 the highway bond retirement fund, the highway infrastructure account,
21 the highway safety fund, the hospital safety net assessment fund, the
22 Interstate 5 bridge replacement project account, the Interstate 405
23 and state route number 167 express toll lanes account, the judges'
24 retirement account, the judicial retirement administrative account,
25 the judicial retirement principal account, the limited fish and
26 wildlife account, the local leasehold excise tax account, the local
27 real estate excise tax account, the local sales and use tax account,
28 the marine resources stewardship trust account, the medical aid
29 account, the money-purchase retirement savings administrative
30 account, the money-purchase retirement savings principal account, the
31 motor vehicle fund, the motorcycle safety education account, the move
32 ahead WA account, the move ahead WA flexible account, the multimodal
33 transportation account, the multiuse roadway safety account, the
34 municipal criminal justice assistance account, the oyster reserve
35 land account, the pension funding stabilization account, the
36 perpetual surveillance and maintenance account, the pilotage account,
37 the pollution liability insurance agency underground storage tank
38 revolving account, the medicaid access program account, the public
39 employees' retirement system plan 1 account, the public employees'
40 retirement system combined plan 2 and plan 3 account, the public

1 facilities construction loan revolving account, the public health
2 supplemental account, the public works assistance account, the Puget
3 Sound capital construction account, the Puget Sound ferry operations
4 account, the Puget Sound Gateway facility account, the Puget Sound
5 taxpayer accountability account, the real estate appraiser commission
6 account, the recreational vehicle account, the regional mobility
7 grant program account, the reserve officers' relief and pension
8 principal fund, the resource management cost account, the rural
9 arterial trust account, the rural mobility grant program account, the
10 rural Washington loan fund, the second injury fund, the sexual
11 assault prevention and response account, the site closure account,
12 the skilled nursing facility safety net trust fund, the small city
13 pavement and sidewalk account, the special category C account, the
14 special wildlife account, the state hazard mitigation revolving loan
15 account, the state investment board expense account, the state
16 investment board commingled trust fund accounts, the state patrol
17 highway account, the state reclamation revolving account, the state
18 route number 520 civil penalties account, the state route number 520
19 corridor account, the statewide broadband account, the statewide
20 tourism marketing account, the supplemental pension account, the
21 Tacoma Narrows toll bridge account, the teachers' retirement system
22 plan 1 account, the teachers' retirement system combined plan 2 and
23 plan 3 account, the tobacco prevention and control account, the
24 tobacco settlement account, the toll facility bond retirement
25 account, the transportation 2003 account (nickel account), the
26 transportation equipment fund, the JUDY transportation future funding
27 program account, the transportation improvement account, the
28 transportation improvement board bond retirement account, the
29 transportation infrastructure account, the transportation partnership
30 account, the traumatic brain injury account, the tribal opioid
31 prevention and treatment account, the University of Washington bond
32 retirement fund, the University of Washington building account, the
33 voluntary cleanup account, the volunteer firefighters' relief and
34 pension principal fund, the volunteer firefighters' and reserve
35 officers' administrative fund, the vulnerable roadway user education
36 account, the Washington judicial retirement system account, the
37 Washington law enforcement officers' and firefighters' system plan 1
38 retirement account, the Washington law enforcement officers' and
39 firefighters' system plan 2 retirement account, the Washington public
40 safety employees' plan 2 retirement account, the Washington school

1 employees' retirement system combined plan 2 and 3 account, the
2 Washington state patrol retirement account, the Washington State
3 University building account, the Washington State University bond
4 retirement fund, the water pollution control revolving administration
5 account, the water pollution control revolving fund, the Western
6 Washington University capital projects account, the Yakima integrated
7 plan implementation account, the Yakima integrated plan
8 implementation revenue recovery account, and the Yakima integrated
9 plan implementation taxable bond account. Earnings derived from
10 investing balances of the agricultural permanent fund, the normal
11 school permanent fund, the permanent common school fund, the
12 scientific permanent fund, and the state university permanent fund
13 shall be allocated to their respective beneficiary accounts.

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

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

23 **Sec. 9.** RCW 43.84.092 and 2025 c 417 s 802, 2025 c 399 s 15, and
24 2025 c 299 s 21 are each reenacted and amended to read as follows:

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

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

1 implement the provisions of the cash management improvement act, and
2 this subsection. Refunds or allocations shall occur prior to the
3 distributions of earnings set forth in subsection (4) of this
4 section.

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

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

18 (a) The following accounts and funds shall receive their
19 proportionate share of earnings based upon each account's and fund's
20 average daily balance for the period: The abandoned recreational
21 vehicle disposal account, the aeronautics account, the Alaskan Way
22 viaduct replacement project account, the ambulance transport fund,
23 the behavioral health emergency services account, the budget
24 stabilization account, the capital vessel replacement account, the
25 capitol building construction account, the Central Washington
26 University capital projects account, the charitable, educational,
27 penal and reformatory institutions account, the Chehalis basin
28 account, the Chehalis basin taxable account, the clean fuels credit
29 account, the clean fuels transportation investment account, the
30 cleanup settlement account, the Columbia river basin water supply
31 development account, the Columbia river basin taxable bond water
32 supply development account, the Columbia river basin water supply
33 revenue recovery account, the common school construction fund, the
34 community forest trust account, the connecting Washington account,
35 the county arterial preservation account, the county criminal justice
36 assistance account, the covenant homeownership account, the deferred
37 compensation administrative account, the deferred compensation
38 principal account, the department of licensing services account, the
39 department of retirement systems expense account, the developmental
40 disabilities community services account, the diesel idle reduction

1 account, the opioid abatement settlement account, the drinking water
2 assistance account, the administrative subaccount of the drinking
3 water assistance account, the driver education safety improvement
4 account, the early learning facilities development account, the early
5 learning facilities revolving account, the Eastern Washington
6 University capital projects account, the education legacy trust
7 account, the election account, the electric vehicle account, the
8 energy freedom account, the energy recovery act account, the
9 essential rail assistance account, The Evergreen State College
10 capital projects account, the fair start for kids account, the family
11 medicine workforce development account, the ferry bond retirement
12 fund, the fish, wildlife, and conservation account, the freight
13 mobility investment account, the freight mobility multimodal account,
14 the grade crossing protective fund, the higher education retirement
15 plan supplemental benefit fund, the Washington student loan account,
16 the highway bond retirement fund, the highway infrastructure account,
17 the highway safety fund, the hospital safety net assessment fund, the
18 Interstate 5 bridge replacement project account, the Interstate 405
19 and state route number 167 express toll lanes account, the judges'
20 retirement account, the judicial retirement administrative account,
21 the judicial retirement principal account, the limited fish and
22 wildlife account, the local leasehold excise tax account, the local
23 real estate excise tax account, the local sales and use tax account,
24 the marine resources stewardship trust account, the medical aid
25 account, the money-purchase retirement savings administrative
26 account, the money-purchase retirement savings principal account, the
27 motor vehicle fund, the motorcycle safety education account, the move
28 ahead WA account, the move ahead WA flexible account, the multimodal
29 transportation account, the multiuse roadway safety account, the
30 municipal criminal justice assistance account, the oyster reserve
31 land account, the pension funding stabilization account, the
32 perpetual surveillance and maintenance account, the pilotage account,
33 the pollution liability insurance agency underground storage tank
34 revolving account, the public employees' retirement system plan 1
35 account, the public employees' retirement system combined plan 2 and
36 plan 3 account, the public facilities construction loan revolving
37 account, the public health supplemental account, the public works
38 assistance account, the Puget Sound capital construction account, the
39 Puget Sound ferry operations account, the Puget Sound Gateway
40 facility account, the Puget Sound taxpayer accountability account,

1 the real estate appraiser commission account, the recreational
2 vehicle account, the regional mobility grant program account, the
3 reserve officers' relief and pension principal fund, the resource
4 management cost account, the rural arterial trust account, the rural
5 mobility grant program account, the rural Washington loan fund, the
6 second injury fund, the sexual assault prevention and response
7 account, the site closure account, the skilled nursing facility
8 safety net trust fund, the small city pavement and sidewalk account,
9 the special category C account, the special wildlife account, the
10 state hazard mitigation revolving loan account, the state investment
11 board expense account, the state investment board commingled trust
12 fund accounts, the state patrol highway account, the state
13 reclamation revolving account, the state route number 520 civil
14 penalties account, the state route number 520 corridor account, the
15 statewide broadband account, the statewide tourism marketing account,
16 the supplemental pension account, the Tacoma Narrows toll bridge
17 account, the teachers' retirement system plan 1 account, the
18 teachers' retirement system combined plan 2 and plan 3 account, the
19 tobacco prevention and control account, the tobacco settlement
20 account, the toll facility bond retirement account, the
21 transportation 2003 account (nickel account), the transportation
22 equipment fund, the JUDY transportation future funding program
23 account, the transportation improvement account, the transportation
24 improvement board bond retirement account, the transportation
25 infrastructure account, the transportation partnership account, the
26 traumatic brain injury account, the tribal opioid prevention and
27 treatment account, the University of Washington bond retirement fund,
28 the University of Washington building account, the voluntary cleanup
29 account, the volunteer firefighters' relief and pension principal
30 fund, the volunteer firefighters' and reserve officers'
31 administrative fund, the vulnerable roadway user education account,
32 the Washington judicial retirement system account, the Washington law
33 enforcement officers' and firefighters' system plan 1 retirement
34 account, the Washington law enforcement officers' and firefighters'
35 system plan 2 retirement account, the Washington public safety
36 employees' plan 2 retirement account, the Washington school
37 employees' retirement system combined plan 2 and 3 account, the
38 Washington state patrol retirement account, the Washington State
39 University building account, the Washington State University bond
40 retirement fund, the water pollution control revolving administration

1 account, the water pollution control revolving fund, the Western
2 Washington University capital projects account, the Yakima integrated
3 plan implementation account, the Yakima integrated plan
4 implementation revenue recovery account, and the Yakima integrated
5 plan implementation taxable bond account. Earnings derived from
6 investing balances of the agricultural permanent fund, the normal
7 school permanent fund, the permanent common school fund, the
8 scientific permanent fund, and the state university permanent fund
9 shall be allocated to their respective beneficiary accounts.

10 (b) Any state agency that has independent authority over accounts
11 or funds not statutorily required to be held in the state treasury
12 that deposits funds into a fund or account in the state treasury
13 pursuant to an agreement with the office of the state treasurer shall
14 receive its proportionate share of earnings based upon each account's
15 or fund's average daily balance for the period.

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

19 **Sec. 10.** RCW 43.84.092 and 2025 c 417 s 803, 2025 c 399 s 16,
20 2025 c 359 s 13, and 2025 c 299 s 22 are each reenacted and amended
21 to read as follows:

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

25 (2) The treasury income account shall be utilized to pay or
26 receive funds associated with federal programs as required by the
27 federal cash management improvement act of 1990. The treasury income
28 account is subject in all respects to chapter 43.88 RCW, but no
29 appropriation is required for refunds or allocations of interest
30 earnings required by the cash management improvement act. Refunds of
31 interest to the federal treasury required under the cash management
32 improvement act fall under RCW 43.88.180 and shall not require
33 appropriation. The office of financial management shall determine the
34 amounts due to or from the federal government pursuant to the cash
35 management improvement act. The office of financial management may
36 direct transfers of funds between accounts as deemed necessary to
37 implement the provisions of the cash management improvement act, and
38 this subsection. Refunds or allocations shall occur prior to the

1 distributions of earnings set forth in subsection (4) of this
2 section.

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

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

16 (a) The following accounts and funds shall receive their
17 proportionate share of earnings based upon each account's and fund's
18 average daily balance for the period: The abandoned recreational
19 vehicle disposal account, the aeronautics account, the Alaskan Way
20 viaduct replacement project account, the behavioral health emergency
21 services account, the budget stabilization account, the capital
22 vessel replacement account, the capitol building construction
23 account, the Central Washington University capital projects account,
24 the charitable, educational, penal and reformatory institutions
25 account, the Chehalis basin account, the Chehalis basin taxable
26 account, the clean fuels credit account, the clean fuels
27 transportation investment account, the cleanup settlement account,
28 the Columbia river basin water supply development account, the
29 Columbia river basin taxable bond water supply development account,
30 the Columbia river basin water supply revenue recovery account, the
31 common school construction fund, the community forest trust account,
32 the connecting Washington account, the county arterial preservation
33 account, the county criminal justice assistance account, the covenant
34 homeownership account, the deferred compensation administrative
35 account, the deferred compensation principal account, the department
36 of licensing services account, the department of retirement systems
37 expense account, the developmental disabilities community services
38 account, the diesel idle reduction account, the opioid abatement
39 settlement account, the drinking water assistance account, the
40 administrative subaccount of the drinking water assistance account,

1 the driver education safety improvement account, the early learning
2 facilities development account, the early learning facilities
3 revolving account, the Eastern Washington University capital projects
4 account, the education legacy trust account, the election account,
5 the electric vehicle account, the energy freedom account, the energy
6 recovery act account, the essential rail assistance account, The
7 Evergreen State College capital projects account, the fair start for
8 kids account, the family medicine workforce development account, the
9 ferry bond retirement fund, the fish, wildlife, and conservation
10 account, the freight mobility investment account, the freight
11 mobility multimodal account, the grade crossing protective fund, the
12 higher education retirement plan supplemental benefit fund, the
13 Washington student loan account, the highway bond retirement fund,
14 the highway infrastructure account, the highway safety fund, the
15 hospital safety net assessment fund, the Interstate 5 bridge
16 replacement project account, the Interstate 405 and state route
17 number 167 express toll lanes account, the judges' retirement
18 account, the judicial retirement administrative account, the judicial
19 retirement principal account, the limited fish and wildlife account,
20 the local leasehold excise tax account, the local real estate excise
21 tax account, the local sales and use tax account, the marine
22 resources stewardship trust account, the medical aid account, the
23 money-purchase retirement savings administrative account, the money-
24 purchase retirement savings principal account, the motor vehicle
25 fund, the motorcycle safety education account, the move ahead WA
26 account, the move ahead WA flexible account, the multimodal
27 transportation account, the multiuse roadway safety account, the
28 municipal criminal justice assistance account, the oyster reserve
29 land account, the pension funding stabilization account, the
30 perpetual surveillance and maintenance account, the pilotage account,
31 the pollution liability insurance agency underground storage tank
32 revolving account, the medicaid access program account, the public
33 employees' retirement system plan 1 account, the public employees'
34 retirement system combined plan 2 and plan 3 account, the public
35 facilities construction loan revolving account, the public health
36 supplemental account, the public works assistance account, the Puget
37 Sound capital construction account, the Puget Sound ferry operations
38 account, the Puget Sound Gateway facility account, the Puget Sound
39 taxpayer accountability account, the real estate appraiser commission
40 account, the recreational vehicle account, the regional mobility

1 grant program account, the reserve officers' relief and pension
2 principal fund, the resource management cost account, the rural
3 arterial trust account, the rural mobility grant program account, the
4 rural Washington loan fund, the second injury fund, the sexual
5 assault prevention and response account, the site closure account,
6 the skilled nursing facility safety net trust fund, the small city
7 pavement and sidewalk account, the special category C account, the
8 special wildlife account, the state hazard mitigation revolving loan
9 account, the state investment board expense account, the state
10 investment board commingled trust fund accounts, the state patrol
11 highway account, the state reclamation revolving account, the state
12 route number 520 civil penalties account, the state route number 520
13 corridor account, the statewide broadband account, the statewide
14 tourism marketing account, the supplemental pension account, the
15 Tacoma Narrows toll bridge account, the teachers' retirement system
16 plan 1 account, the teachers' retirement system combined plan 2 and
17 plan 3 account, the tobacco prevention and control account, the
18 tobacco settlement account, the toll facility bond retirement
19 account, the transportation 2003 account (nickel account), the
20 transportation equipment fund, the JUDY transportation future funding
21 program account, the transportation improvement account, the
22 transportation improvement board bond retirement account, the
23 transportation infrastructure account, the transportation partnership
24 account, the traumatic brain injury account, the tribal opioid
25 prevention and treatment account, the University of Washington bond
26 retirement fund, the University of Washington building account, the
27 voluntary cleanup account, the volunteer firefighters' relief and
28 pension principal fund, the volunteer firefighters' and reserve
29 officers' administrative fund, the vulnerable roadway user education
30 account, the Washington judicial retirement system account, the
31 Washington law enforcement officers' and firefighters' system plan 1
32 retirement account, the Washington law enforcement officers' and
33 firefighters' system plan 2 retirement account, the Washington public
34 safety employees' plan 2 retirement account, the Washington school
35 employees' retirement system combined plan 2 and 3 account, the
36 Washington state patrol retirement account, the Washington State
37 University building account, the Washington State University bond
38 retirement fund, the water pollution control revolving administration
39 account, the water pollution control revolving fund, the Western
40 Washington University capital projects account, the Yakima integrated

1 plan implementation account, the Yakima integrated plan
2 implementation revenue recovery account, and the Yakima integrated
3 plan implementation taxable bond account. Earnings derived from
4 investing balances of the agricultural permanent fund, the normal
5 school permanent fund, the permanent common school fund, the
6 scientific permanent fund, and the state university permanent fund
7 shall be allocated to their respective beneficiary accounts.

8 (b) Any state agency that has independent authority over accounts
9 or funds not statutorily required to be held in the state treasury
10 that deposits funds into a fund or account in the state treasury
11 pursuant to an agreement with the office of the state treasurer shall
12 receive its proportionate share of earnings based upon each account's
13 or fund's average daily balance for the period.

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

17 **Sec. 11.** RCW 43.84.092 and 2025 c 417 s 803, 2025 c 399 s 16,
18 and 2025 c 299 s 22 are each reenacted and amended to read as
19 follows:

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

23 (2) The treasury income account shall be utilized to pay or
24 receive funds associated with federal programs as required by the
25 federal cash management improvement act of 1990. The treasury income
26 account is subject in all respects to chapter 43.88 RCW, but no
27 appropriation is required for refunds or allocations of interest
28 earnings required by the cash management improvement act. Refunds of
29 interest to the federal treasury required under the cash management
30 improvement act fall under RCW 43.88.180 and shall not require
31 appropriation. The office of financial management shall determine the
32 amounts due to or from the federal government pursuant to the cash
33 management improvement act. The office of financial management may
34 direct transfers of funds between accounts as deemed necessary to
35 implement the provisions of the cash management improvement act, and
36 this subsection. Refunds or allocations shall occur prior to the
37 distributions of earnings set forth in subsection (4) of this
38 section.

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

10 (4) Monthly, the state treasurer shall distribute the earnings
11 credited to the treasury income account. The state treasurer shall
12 credit the general fund with all the earnings credited to the
13 treasury income account except:

14 (a) The following accounts and funds shall receive their
15 proportionate share of earnings based upon each account's and fund's
16 average daily balance for the period: The abandoned recreational
17 vehicle disposal account, the aeronautics account, the Alaskan Way
18 viaduct replacement project account, the behavioral health emergency
19 services account, the budget stabilization account, the capital
20 vessel replacement account, the capitol building construction
21 account, the Central Washington University capital projects account,
22 the charitable, educational, penal and reformatory institutions
23 account, the Chehalis basin account, the Chehalis basin taxable
24 account, the clean fuels credit account, the clean fuels
25 transportation investment account, the cleanup settlement account,
26 the Columbia river basin water supply development account, the
27 Columbia river basin taxable bond water supply development account,
28 the Columbia river basin water supply revenue recovery account, the
29 common school construction fund, the community forest trust account,
30 the connecting Washington account, the county arterial preservation
31 account, the county criminal justice assistance account, the covenant
32 homeownership account, the deferred compensation administrative
33 account, the deferred compensation principal account, the department
34 of licensing services account, the department of retirement systems
35 expense account, the developmental disabilities community services
36 account, the diesel idle reduction account, the opioid abatement
37 settlement account, the drinking water assistance account, the
38 administrative subaccount of the drinking water assistance account,
39 the driver education safety improvement account, the early learning
40 facilities development account, the early learning facilities

1 revolving account, the Eastern Washington University capital projects
2 account, the education legacy trust account, the election account,
3 the electric vehicle account, the energy freedom account, the energy
4 recovery act account, the essential rail assistance account, The
5 Evergreen State College capital projects account, the fair start for
6 kids account, the family medicine workforce development account, the
7 ferry bond retirement fund, the fish, wildlife, and conservation
8 account, the freight mobility investment account, the freight
9 mobility multimodal account, the grade crossing protective fund, the
10 higher education retirement plan supplemental benefit fund, the
11 Washington student loan account, the highway bond retirement fund,
12 the highway infrastructure account, the highway safety fund, the
13 hospital safety net assessment fund, the Interstate 5 bridge
14 replacement project account, the Interstate 405 and state route
15 number 167 express toll lanes account, the judges' retirement
16 account, the judicial retirement administrative account, the judicial
17 retirement principal account, the limited fish and wildlife account,
18 the local leasehold excise tax account, the local real estate excise
19 tax account, the local sales and use tax account, the marine
20 resources stewardship trust account, the medical aid account, the
21 money-purchase retirement savings administrative account, the money-
22 purchase retirement savings principal account, the motor vehicle
23 fund, the motorcycle safety education account, the move ahead WA
24 account, the move ahead WA flexible account, the multimodal
25 transportation account, the multiuse roadway safety account, the
26 municipal criminal justice assistance account, the oyster reserve
27 land account, the pension funding stabilization account, the
28 perpetual surveillance and maintenance account, the pilotage account,
29 the pollution liability insurance agency underground storage tank
30 revolving account, the public employees' retirement system plan 1
31 account, the public employees' retirement system combined plan 2 and
32 plan 3 account, the public facilities construction loan revolving
33 account, the public health supplemental account, the public works
34 assistance account, the Puget Sound capital construction account, the
35 Puget Sound ferry operations account, the Puget Sound Gateway
36 facility account, the Puget Sound taxpayer accountability account,
37 the real estate appraiser commission account, the recreational
38 vehicle account, the regional mobility grant program account, the
39 reserve officers' relief and pension principal fund, the resource
40 management cost account, the rural arterial trust account, the rural

1 mobility grant program account, the rural Washington loan fund, the
2 second injury fund, the sexual assault prevention and response
3 account, the site closure account, the skilled nursing facility
4 safety net trust fund, the small city pavement and sidewalk account,
5 the special category C account, the special wildlife account, the
6 state hazard mitigation revolving loan account, the state investment
7 board expense account, the state investment board commingled trust
8 fund accounts, the state patrol highway account, the state
9 reclamation revolving account, the state route number 520 civil
10 penalties account, the state route number 520 corridor account, the
11 statewide broadband account, the statewide tourism marketing account,
12 the supplemental pension account, the Tacoma Narrows toll bridge
13 account, the teachers' retirement system plan 1 account, the
14 teachers' retirement system combined plan 2 and plan 3 account, the
15 tobacco prevention and control account, the tobacco settlement
16 account, the toll facility bond retirement account, the
17 transportation 2003 account (nickel account), the transportation
18 equipment fund, the JUDY transportation future funding program
19 account, the transportation improvement account, the transportation
20 improvement board bond retirement account, the transportation
21 infrastructure account, the transportation partnership account, the
22 traumatic brain injury account, the tribal opioid prevention and
23 treatment account, the University of Washington bond retirement fund,
24 the University of Washington building account, the voluntary cleanup
25 account, the volunteer firefighters' relief and pension principal
26 fund, the volunteer firefighters' and reserve officers'
27 administrative fund, the vulnerable roadway user education account,
28 the Washington judicial retirement system account, the Washington law
29 enforcement officers' and firefighters' system plan 1 retirement
30 account, the Washington law enforcement officers' and firefighters'
31 system plan 2 retirement account, the Washington public safety
32 employees' plan 2 retirement account, the Washington school
33 employees' retirement system combined plan 2 and 3 account, the
34 Washington state patrol retirement account, the Washington State
35 University building account, the Washington State University bond
36 retirement fund, the water pollution control revolving administration
37 account, the water pollution control revolving fund, the Western
38 Washington University capital projects account, the Yakima integrated
39 plan implementation account, the Yakima integrated plan
40 implementation revenue recovery account, and the Yakima integrated

1 plan implementation taxable bond account. Earnings derived from
2 investing balances of the agricultural permanent fund, the normal
3 school permanent fund, the permanent common school fund, the
4 scientific permanent fund, and the state university permanent fund
5 shall be allocated to their respective beneficiary accounts.

6 (b) Any state agency that has independent authority over accounts
7 or funds not statutorily required to be held in the state treasury
8 that deposits funds into a fund or account in the state treasury
9 pursuant to an agreement with the office of the state treasurer shall
10 receive its proportionate share of earnings based upon each account's
11 or fund's average daily balance for the period.

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

15 **Sec. 12.** RCW 43.84.092 and 2025 c 417 s 803, 2025 c 399 s 16,
16 2025 c 359 s 13, 2025 c 299 s 22, and 2025 c 228 s 15 are each
17 reenacted and amended to read as follows:

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

21 (2) The treasury income account shall be utilized to pay or
22 receive funds associated with federal programs as required by the
23 federal cash management improvement act of 1990. The treasury income
24 account is subject in all respects to chapter 43.88 RCW, but no
25 appropriation is required for refunds or allocations of interest
26 earnings required by the cash management improvement act. Refunds of
27 interest to the federal treasury required under the cash management
28 improvement act fall under RCW 43.88.180 and shall not require
29 appropriation. The office of financial management shall determine the
30 amounts due to or from the federal government pursuant to the cash
31 management improvement act. The office of financial management may
32 direct transfers of funds between accounts as deemed necessary to
33 implement the provisions of the cash management improvement act, and
34 this subsection. Refunds or allocations shall occur prior to the
35 distributions of earnings set forth in subsection (4) of this
36 section.

37 (3) Except for the provisions of RCW 43.84.160, the treasury
38 income account may be utilized for the payment of purchased banking
39 services on behalf of treasury funds including, but not limited to,

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

7 (4) Monthly, the state treasurer shall distribute the earnings
8 credited to the treasury income account. The state treasurer shall
9 credit the general fund with all the earnings credited to the
10 treasury income account except:

11 (a) The following accounts and funds shall receive their
12 proportionate share of earnings based upon each account's and fund's
13 average daily balance for the period: The abandoned recreational
14 vehicle disposal account, the aeronautics account, the Alaskan Way
15 viaduct replacement project account, the behavioral health emergency
16 services account, the budget stabilization account, the capital
17 vessel replacement account, the capitol building construction
18 account, the Central Washington University capital projects account,
19 the charitable, educational, penal and reformatory institutions
20 account, the Chehalis basin account, the Chehalis basin taxable
21 account, the clean fuels credit account, the clean fuels
22 transportation investment account, the cleanup settlement account,
23 the Columbia river basin water supply development account, the
24 Columbia river basin taxable bond water supply development account,
25 the Columbia river basin water supply revenue recovery account, the
26 common school construction fund, the community forest trust account,
27 the connecting Washington account, the county arterial preservation
28 account, the county criminal justice assistance account, the covenant
29 homeownership account, the deferred compensation administrative
30 account, the deferred compensation principal account, the department
31 of licensing services account, the department of retirement systems
32 expense account, the developmental disabilities community services
33 account, the diesel idle reduction account, the opioid abatement
34 settlement account, the drinking water assistance account, the
35 administrative subaccount of the drinking water assistance account,
36 the driver education safety improvement account, the early learning
37 facilities development account, the early learning facilities
38 revolving account, the Eastern Washington University capital projects
39 account, the education legacy trust account, the election account,
40 the electric vehicle account, the energy freedom account, the energy

1 recovery act account, the essential rail assistance account, The
2 Evergreen State College capital projects account, the fair start for
3 kids account, the family medicine workforce development account, the
4 ferry bond retirement fund, the fish, wildlife, and conservation
5 account, the freight mobility investment account, the freight
6 mobility multimodal account, the grade crossing protective fund, the
7 higher education retirement plan supplemental benefit fund, the
8 Washington student loan account, the highway bond retirement fund,
9 the highway infrastructure account, the highway safety fund, the
10 hospital safety net assessment fund, the intelligent speed assistance
11 device revolving account, the Interstate 5 bridge replacement project
12 account, the Interstate 405 and state route number 167 express toll
13 lanes account, the judges' retirement account, the judicial
14 retirement administrative account, the judicial retirement principal
15 account, the limited fish and wildlife account, the local leasehold
16 excise tax account, the local real estate excise tax account, the
17 local sales and use tax account, the marine resources stewardship
18 trust account, the medical aid account, the money-purchase retirement
19 savings administrative account, the money-purchase retirement savings
20 principal account, the motor vehicle fund, the motorcycle safety
21 education account, the move ahead WA account, the move ahead WA
22 flexible account, the multimodal transportation account, the multiuse
23 roadway safety account, the municipal criminal justice assistance
24 account, the oyster reserve land account, the pension funding
25 stabilization account, the perpetual surveillance and maintenance
26 account, the pilotage account, the pollution liability insurance
27 agency underground storage tank revolving account, the medicaid
28 access program account, the public employees' retirement system plan
29 1 account, the public employees' retirement system combined plan 2
30 and plan 3 account, the public facilities construction loan revolving
31 account, the public health supplemental account, the public works
32 assistance account, the Puget Sound capital construction account, the
33 Puget Sound ferry operations account, the Puget Sound Gateway
34 facility account, the Puget Sound taxpayer accountability account,
35 the real estate appraiser commission account, the recreational
36 vehicle account, the regional mobility grant program account, the
37 reserve officers' relief and pension principal fund, the resource
38 management cost account, the rural arterial trust account, the rural
39 mobility grant program account, the rural Washington loan fund, the
40 second injury fund, the sexual assault prevention and response

1 account, the site closure account, the skilled nursing facility
2 safety net trust fund, the small city pavement and sidewalk account,
3 the special category C account, the special wildlife account, the
4 state hazard mitigation revolving loan account, the state investment
5 board expense account, the state investment board commingled trust
6 fund accounts, the state patrol highway account, the state
7 reclamation revolving account, the state route number 520 civil
8 penalties account, the state route number 520 corridor account, the
9 statewide broadband account, the statewide tourism marketing account,
10 the supplemental pension account, the Tacoma Narrows toll bridge
11 account, the teachers' retirement system plan 1 account, the
12 teachers' retirement system combined plan 2 and plan 3 account, the
13 tobacco prevention and control account, the tobacco settlement
14 account, the toll facility bond retirement account, the
15 transportation 2003 account (nickel account), the transportation
16 equipment fund, the JUDY transportation future funding program
17 account, the transportation improvement account, the transportation
18 improvement board bond retirement account, the transportation
19 infrastructure account, the transportation partnership account, the
20 traumatic brain injury account, the tribal opioid prevention and
21 treatment account, the University of Washington bond retirement fund,
22 the University of Washington building account, the voluntary cleanup
23 account, the volunteer firefighters' relief and pension principal
24 fund, the volunteer firefighters' and reserve officers'
25 administrative fund, the vulnerable roadway user education account,
26 the Washington judicial retirement system account, the Washington law
27 enforcement officers' and firefighters' system plan 1 retirement
28 account, the Washington law enforcement officers' and firefighters'
29 system plan 2 retirement account, the Washington public safety
30 employees' plan 2 retirement account, the Washington school
31 employees' retirement system combined plan 2 and 3 account, the
32 Washington state patrol retirement account, the Washington State
33 University building account, the Washington State University bond
34 retirement fund, the water pollution control revolving administration
35 account, the water pollution control revolving fund, the Western
36 Washington University capital projects account, the Yakima integrated
37 plan implementation account, the Yakima integrated plan
38 implementation revenue recovery account, and the Yakima integrated
39 plan implementation taxable bond account. Earnings derived from
40 investing balances of the agricultural permanent fund, the normal

1 school permanent fund, the permanent common school fund, the
2 scientific permanent fund, and the state university permanent fund
3 shall be allocated to their respective beneficiary accounts.

4 (b) Any state agency that has independent authority over accounts
5 or funds not statutorily required to be held in the state treasury
6 that deposits funds into a fund or account in the state treasury
7 pursuant to an agreement with the office of the state treasurer shall
8 receive its proportionate share of earnings based upon each account's
9 or fund's average daily balance for the period.

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

13 **Sec. 13.** RCW 43.84.092 and 2025 c 417 s 803, 2025 c 399 s 16,
14 2025 c 299 s 22, and 2025 c 228 s 15 are each reenacted and amended
15 to read as follows:

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

19 (2) The treasury income account shall be utilized to pay or
20 receive funds associated with federal programs as required by the
21 federal cash management improvement act of 1990. The treasury income
22 account is subject in all respects to chapter 43.88 RCW, but no
23 appropriation is required for refunds or allocations of interest
24 earnings required by the cash management improvement act. Refunds of
25 interest to the federal treasury required under the cash management
26 improvement act fall under RCW 43.88.180 and shall not require
27 appropriation. The office of financial management shall determine the
28 amounts due to or from the federal government pursuant to the cash
29 management improvement act. The office of financial management may
30 direct transfers of funds between accounts as deemed necessary to
31 implement the provisions of the cash management improvement act, and
32 this subsection. Refunds or allocations shall occur prior to the
33 distributions of earnings set forth in subsection (4) of this
34 section.

35 (3) Except for the provisions of RCW 43.84.160, the treasury
36 income account may be utilized for the payment of purchased banking
37 services on behalf of treasury funds including, but not limited to,
38 depository, safekeeping, and disbursement functions for the state
39 treasury and affected state agencies. The treasury income account is

1 subject in all respects to chapter 43.88 RCW, but no appropriation is
2 required for payments to financial institutions. Payments shall occur
3 prior to distribution of earnings set forth in subsection (4) of this
4 section.

5 (4) Monthly, the state treasurer shall distribute the earnings
6 credited to the treasury income account. The state treasurer shall
7 credit the general fund with all the earnings credited to the
8 treasury income account except:

9 (a) The following accounts and funds shall receive their
10 proportionate share of earnings based upon each account's and fund's
11 average daily balance for the period: The abandoned recreational
12 vehicle disposal account, the aeronautics account, the Alaskan Way
13 viaduct replacement project account, the behavioral health emergency
14 services account, the budget stabilization account, the capital
15 vessel replacement account, the capitol building construction
16 account, the Central Washington University capital projects account,
17 the charitable, educational, penal and reformatory institutions
18 account, the Chehalis basin account, the Chehalis basin taxable
19 account, the clean fuels credit account, the clean fuels
20 transportation investment account, the cleanup settlement account,
21 the Columbia river basin water supply development account, the
22 Columbia river basin taxable bond water supply development account,
23 the Columbia river basin water supply revenue recovery account, the
24 common school construction fund, the community forest trust account,
25 the connecting Washington account, the county arterial preservation
26 account, the county criminal justice assistance account, the covenant
27 homeownership account, the deferred compensation administrative
28 account, the deferred compensation principal account, the department
29 of licensing services account, the department of retirement systems
30 expense account, the developmental disabilities community services
31 account, the diesel idle reduction account, the opioid abatement
32 settlement account, the drinking water assistance account, the
33 administrative subaccount of the drinking water assistance account,
34 the driver education safety improvement account, the early learning
35 facilities development account, the early learning facilities
36 revolving account, the Eastern Washington University capital projects
37 account, the education legacy trust account, the election account,
38 the electric vehicle account, the energy freedom account, the energy
39 recovery act account, the essential rail assistance account, The
40 Evergreen State College capital projects account, the fair start for

1 kids account, the family medicine workforce development account, the
2 ferry bond retirement fund, the fish, wildlife, and conservation
3 account, the freight mobility investment account, the freight
4 mobility multimodal account, the grade crossing protective fund, the
5 higher education retirement plan supplemental benefit fund, the
6 Washington student loan account, the highway bond retirement fund,
7 the highway infrastructure account, the highway safety fund, the
8 hospital safety net assessment fund, the intelligent speed assistance
9 device revolving account, the Interstate 5 bridge replacement project
10 account, the Interstate 405 and state route number 167 express toll
11 lanes account, the judges' retirement account, the judicial
12 retirement administrative account, the judicial retirement principal
13 account, the limited fish and wildlife account, the local leasehold
14 excise tax account, the local real estate excise tax account, the
15 local sales and use tax account, the marine resources stewardship
16 trust account, the medical aid account, the money-purchase retirement
17 savings administrative account, the money-purchase retirement savings
18 principal account, the motor vehicle fund, the motorcycle safety
19 education account, the move ahead WA account, the move ahead WA
20 flexible account, the multimodal transportation account, the multiuse
21 roadway safety account, the municipal criminal justice assistance
22 account, the oyster reserve land account, the pension funding
23 stabilization account, the perpetual surveillance and maintenance
24 account, the pilotage account, the pollution liability insurance
25 agency underground storage tank revolving account, the public
26 employees' retirement system plan 1 account, the public employees'
27 retirement system combined plan 2 and plan 3 account, the public
28 facilities construction loan revolving account, the public health
29 supplemental account, the public works assistance account, the Puget
30 Sound capital construction account, the Puget Sound ferry operations
31 account, the Puget Sound Gateway facility account, the Puget Sound
32 taxpayer accountability account, the real estate appraiser commission
33 account, the recreational vehicle account, the regional mobility
34 grant program account, the reserve officers' relief and pension
35 principal fund, the resource management cost account, the rural
36 arterial trust account, the rural mobility grant program account, the
37 rural Washington loan fund, the second injury fund, the sexual
38 assault prevention and response account, the site closure account,
39 the skilled nursing facility safety net trust fund, the small city
40 pavement and sidewalk account, the special category C account, the

1 special wildlife account, the state hazard mitigation revolving loan
2 account, the state investment board expense account, the state
3 investment board commingled trust fund accounts, the state patrol
4 highway account, the state reclamation revolving account, the state
5 route number 520 civil penalties account, the state route number 520
6 corridor account, the statewide broadband account, the statewide
7 tourism marketing account, the supplemental pension account, the
8 Tacoma Narrows toll bridge account, the teachers' retirement system
9 plan 1 account, the teachers' retirement system combined plan 2 and
10 plan 3 account, the tobacco prevention and control account, the
11 tobacco settlement account, the toll facility bond retirement
12 account, the transportation 2003 account (nickel account), the
13 transportation equipment fund, the JUDY transportation future funding
14 program account, the transportation improvement account, the
15 transportation improvement board bond retirement account, the
16 transportation infrastructure account, the transportation partnership
17 account, the traumatic brain injury account, the tribal opioid
18 prevention and treatment account, the University of Washington bond
19 retirement fund, the University of Washington building account, the
20 voluntary cleanup account, the volunteer firefighters' relief and
21 pension principal fund, the volunteer firefighters' and reserve
22 officers' administrative fund, the vulnerable roadway user education
23 account, the Washington judicial retirement system account, the
24 Washington law enforcement officers' and firefighters' system plan 1
25 retirement account, the Washington law enforcement officers' and
26 firefighters' system plan 2 retirement account, the Washington public
27 safety employees' plan 2 retirement account, the Washington school
28 employees' retirement system combined plan 2 and 3 account, the
29 Washington state patrol retirement account, the Washington State
30 University building account, the Washington State University bond
31 retirement fund, the water pollution control revolving administration
32 account, the water pollution control revolving fund, the Western
33 Washington University capital projects account, the Yakima integrated
34 plan implementation account, the Yakima integrated plan
35 implementation revenue recovery account, and the Yakima integrated
36 plan implementation taxable bond account. Earnings derived from
37 investing balances of the agricultural permanent fund, the normal
38 school permanent fund, the permanent common school fund, the
39 scientific permanent fund, and the state university permanent fund
40 shall be allocated to their respective beneficiary accounts.

1 (b) Any state agency that has independent authority over accounts
2 or funds not statutorily required to be held in the state treasury
3 that deposits funds into a fund or account in the state treasury
4 pursuant to an agreement with the office of the state treasurer shall
5 receive its proportionate share of earnings based upon each account's
6 or fund's average daily balance for the period.

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

10 NEW SECTION. **Sec. 14.** Sections 1 through 5 of this act
11 constitute a new chapter in Title 48 RCW.

12 NEW SECTION. **Sec. 15.** (1) Section 8 of this act expires the
13 earlier of July 1, 2028, or when RCW 74.76.040 expires.

14 (2) Section 9 of this act expires July 1, 2028.

15 (3) Section 10 of this act expires the earlier of January 1,
16 2029, or when RCW 74.76.040 expires.

17 (4) Section 11 of this act expires January 1, 2029.

18 (5) Section 12 of this act expires when RCW 74.76.040 expires.

19 NEW SECTION. **Sec. 16.** (1) Section 9 of this act takes effect
20 when RCW 74.76.040 expires.

21 (2) Sections 10 and 11 of this act take effect July 1, 2028.

22 (3) Sections 12 and 13 of this act take effect January 1, 2029.

23 NEW SECTION. **Sec. 17.** The provisions of this act are not
24 severable. In the event that any portion of this act shall have been
25 validly implemented and the entire act is later rendered ineffective,
26 prior assessments and payments under the validly implemented portions
27 shall not be affected.

28 NEW SECTION. **Sec. 18.** If specific funding for the purposes of
29 this act, referencing this act by bill or chapter number, is not
30 provided by June 30, 2026, in the omnibus appropriations act, this
31 act is null and void.

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