
SENATE BILL 6355

State of Washington

69th Legislature

2026 Regular Session

By Senators Hunt, Kauffman, Chapman, Conway, Dhingra, Pedersen, Saldaña, Shewmake, and Stanford

Read first time 02/24/26.

1 AN ACT Relating to creating partnerships to improve the
2 reliability and capacity of the electric transmission system,
3 including through a Washington electric transmission authority;
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 43.21F RCW; adding a new section to chapter 43.31 RCW; adding a new
7 chapter to Title 43 RCW; providing effective dates; providing a
8 contingent effective date; providing expiration dates; and providing
9 contingent expiration dates.

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

11 NEW SECTION. **Sec. 1.** (1) The legislature finds that Washington
12 has committed to decarbonizing its electricity system so that it is
13 carbon neutral by 2030 and carbon free by 2045. Achieving those goals
14 includes retiring coal and gas resources, adding new generation from
15 renewable and nonemitting resources, and leveraging energy storage
16 technologies. At the same time, demand for electricity is increasing
17 significantly due to the electrification of vehicles, home heating
18 and cooling, and manufacturing, and the expansion of the information
19 services sector in Washington. There are significant federal, state,
20 and private investments in clean energy development, including wind,
21 solar, and battery storage, that support decarbonization goals and

1 supply new electrical load. However, Washington's existing
2 transmission system lacks the capacity to accommodate the growing
3 demand for clean electricity.

4 (2) The legislature also finds that extreme weather events and
5 changes to seasonal highs and lows puts new strain on the existing
6 transmission system and threatens reliability. Extreme weather events
7 and resulting conditions such as high-speed winds, floods, freezing,
8 extreme heat, and drought, which could increase the risk of wildfire,
9 can damage grid infrastructure and cause disruptions to the power
10 supply. Warmer summers and colder winters increase the need for
11 heating and cooling and thereby intensify and extend periods of peak
12 demand.

13 (3) The legislature further finds that to maintain reliability
14 and build resilience, Washington's transmission system needs to be
15 expanded and upgraded to access diverse portfolios of clean and
16 reliable energy across the region, including solar resources in the
17 southwest and wind resources across the mountain west. A more robust
18 and updated transmission system will support affordability and
19 reliability goals by enabling the efficient dispatch of least-cost
20 resources across the region.

21 (4) Therefore, it is the intent of the legislature to create the
22 Washington electric transmission authority to improve transmission
23 reliability, resilience, and affordability. The Washington electric
24 transmission authority will serve as a centralized body to achieve
25 these goals by: providing development transmission services;
26 coordinating siting and permitting; and engaging with utilities,
27 transmission developers, local jurisdictions, state agencies,
28 regional entities, the federal government, federally recognized
29 Indian tribes, and affected communities. The legislature intends for
30 the authority to achieve the following goals:

31 (a) Improve reliability and resilience, including during extreme
32 weather events;

33 (b) Increase access to low-cost renewable energy;

34 (c) Achieve clean electricity requirements and greenhouse gas
35 emissions limits;

36 (d) Encourage advanced transmission technologies that lower
37 wildfire risks;

38 (e) Support economic growth; and

39 (f) Maintain affordable energy rates.

1 **PART I - WASHINGTON ELECTRIC TRANSMISSION AUTHORITY**

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

5 (1) "Authority" means the Washington electric transmission
6 authority.

7 (2) "Board of directors" means the authority's board of
8 directors.

9 (3) "Consumer-owned utility" has the same meaning as in RCW
10 19.405.020.

11 (4) "Department" means the department of commerce.

12 (5) "Investor-owned utility" means a company owned by investors
13 that meets the definition of "corporation" in RCW 80.04.010 and is
14 engaged in distributing electricity to more than one retail electric
15 customer in the state.

16 (6) "Nonwire alternative" means any electrical grid investment
17 that is intended to defer or remove the need to construct or upgrade
18 components of a transmission system.

19 NEW SECTION. **Sec. 3.** A new section is added to chapter 43.21F
20 RCW to read as follows:

21 (1) The department must identify high priority transmission
22 corridors leveraging existing transmission plans from national and
23 regional entities and Washington utilities and existing state,
24 regional, and national siting studies, in an open, transparent
25 process by October 30, 2027.

26 (2) The department may contract with independent expert analysts
27 to identify high priority transmission corridors under subsection (1)
28 of this section.

29 (3) The department must provide all administrative and staff
30 support for and maintain oversight of the Washington electric
31 transmission authority created under section 5 of this act until the
32 board of directors hires an executive director as established under
33 section 4 of this act.

34 NEW SECTION. **Sec. 4.** (1) A board of directors must be appointed
35 by January 1, 2027, to provide oversight and advise the authority on
36 policies that are consistent with the purposes of this chapter. The
37 board of directors must hire an executive director by June 30, 2027.

1 (2) The 10 members of the board are as follows:
2 (a) The director of the department, or the director's designee;
3 (b) One member appointed by the governor with experience working
4 at a consumer-owned utility, preferably with expertise in the
5 transmission function;
6 (c) One member appointed by the governor with experience working
7 at an investor-owned utility, preferably with expertise in the
8 transmission function;
9 (d) One member appointed by the governor with expertise in land
10 use planning and law and local permitting processes;
11 (e) One member appointed by the governor with expertise in clean
12 energy development;
13 (f) One member appointed by the governor with expertise in
14 ratepayer protection;
15 (g) One member appointed by the governor representing electrical
16 workers with expertise in building electric transmission;
17 (h) One member appointed by the governor with expertise in
18 financing large infrastructure projects;
19 (i) One member appointed by the governor with expertise in
20 wildlife conservation and land use policies; and
21 (j) One member appointed by the governor from a federally
22 recognized Indian tribe, including federally recognized Indian tribes
23 whose reservation or ceded lands lie in Washington state.
24 (3) One or more members of the board appointed by the governor
25 must have expertise with the Bonneville power administration's
26 transmission service.
27 (4) When facilitating particular transmission projects, the board
28 may consult with other state agencies or subject matter experts on
29 natural hazards including, but not limited to, wildfire, and
30 potential mitigation practices for such hazards including, but not
31 limited to, upgrading transmission facilities with advanced
32 transmission technologies.
33 (5) No member of the board may represent a person that owns or
34 operates electric generating or transmission facilities.
35 (6) Members of the board appointed by the governor must serve
36 four-year terms. However, the governor must stagger the terms of six
37 of the initial appointees for terms of one, two, and three years. At
38 the end of the term, these members may be reappointed by the
39 governor, or the governor may choose to appoint a new member.

1 (7) Decisions of the board require a simple majority vote of all
2 the members on the board.

3 (8) Members of the board must elect a chair from among its
4 membership to serve for a two-year period.

5 (9) The board must meet at least quarterly.

6 (10) The department must provide administrative and staff support
7 to the board until the executive director is hired.

8 (11) Members of the board must serve without additional
9 compensation but must be reimbursed for travel expenses as provided
10 by RCW 43.03.050 and 43.03.060.

11 NEW SECTION. **Sec. 5.** (1) The Washington electric transmission
12 authority is hereby created as a public body. The authority is an
13 instrumentality of the state exercising essential government
14 functions related to electric transmission.

15 (2) The priority of the authority is to maintain or improve the
16 reliability of electric service to Washington customers by:

17 (a) Supporting the expeditious and efficient expansion of new
18 electric transmission capacity within the state that are prudent and
19 needed to serve Washington customers;

20 (b) Prioritizing partnerships for new electric transmission
21 projects that meet at least one of the criteria: Increase access to
22 grid connections for renewable resources and nonemitting electric
23 generation as defined in RCW 19.405.020, provide access to regional
24 wholesale markets, are located in more than one electric utility
25 service territory, or would not otherwise be built by Washington
26 electric utilities;

27 (c) Pursuing cost-effective nonwire alternatives to increase the
28 capacity of existing electrical infrastructure;

29 (d) Being a statewide resource for assisting with the development
30 and coordination of upgrades to existing transmission lines;

31 (e) Collaborating with electric utilities, independent
32 transmission developers, local jurisdictions, federally recognized
33 Indian tribes, labor unions, neighboring states, regional entities,
34 and the federal government to develop intrastate, interstate, and
35 regional transmission resources;

36 (f) Evaluating opportunities for the authority to coordinate with
37 regional wholesale markets as enabled by the respective market
38 governance framework;

1 (g) Supporting opportunities for community microgrids,
2 distributed energy resources, and energy conservation; and

3 (h) Supporting community and economic development.

4 (3) To the greatest extent practicable, when carrying out its
5 duties, the authority must seek to:

6 (a) Protect cultural and natural resources;

7 (b) Avoid impacts to overburdened communities and vulnerable
8 populations;

9 (c) Support good jobs;

10 (d) Maximize the use of existing rights-of-way for transmission
11 development, including on highways as defined in RCW 47.04.010;

12 (e) Mitigate wildfire risk;

13 (f) Consult in advance with all electric utilities that serve
14 retail customers in areas where a project of the authority may be
15 located; and

16 (g) Coordinate with utilities that operate electric transmission
17 facilities that would be affected by a project of the authority.

18 (4) The authority must employ an executive director, who must be
19 appointed by the board of directors created under section 4 of this
20 act. The board may fix the compensation of the executive director.
21 The executive director may employ staff sufficient to accomplish the
22 purposes of this chapter.

23 (5) The authority must update the transmission corridor
24 identification study under section 3 of this act no later than
25 October 30, 2032, and no less than every five years thereafter.

26 (6) The authority must charge and collect an application review
27 fee of \$5,000 to be submitted by each entity that applies for use of
28 services provided under a partnership with the authority.

29 (7) The authority must submit a report of its activities to the
30 governor and to the appropriate committees of the legislature by
31 December 1, 2027, and annually every July 1st thereafter. The report
32 must include operating and financial statements covering the
33 operations of the authority for the previous fiscal year.

34 (8) The authority and any eligible facilities acquired by the
35 authority are not subject to the supervision, regulation, control, or
36 jurisdiction of the Washington utilities and transportation
37 commission, provided that nothing in this chapter shall be
38 interpreted to allow an electrical company regulated under Title 80
39 RCW to include the cost of eligible facilities in its rate base

1 without the approval of the Washington utilities and transportation
2 commission.

3 (9) (a) The authority must offer transmission service on
4 facilities owned by the authority only under a transmission tariff
5 administered by an entity jurisdictional to the federal energy
6 regulatory commission as a public utility under the federal power
7 act, 16 U.S.C. Sec. 791a et seq., as it exists on the effective date
8 of this section, and subject to the same terms and conditions applied
9 to such entity by the federal energy regulatory commission, except
10 for facilities under (b) of this subsection.

11 (b) Transmission service on facilities owned by the authority
12 that are subject to a partnership agreement with the Bonneville power
13 administration, a utility serving customers in the state of
14 Washington that is not a public utility under the federal power act,
15 or a joint operating agency formed under RCW 43.52.360 may be offered
16 under the same terms as the transmission tariff of that partner
17 entity.

18 (10) The primary mode for the authority to facilitate discrete
19 transmission projects shall be through partnerships with transmission
20 developers, including consumer-owned utilities and investor-owned
21 utilities, on eligible projects in high priority transmission
22 corridors. The authority may originate projects in the absence of
23 such a partner only as a last resort and where such project does not
24 interfere with or duplicate a project actively under development by a
25 qualified transmission builder, as determined by the authority.

26 NEW SECTION. **Sec. 6.** Without creating state debt, or lending
27 the credit of the state, so long as otherwise authorized and not
28 prohibited by law, the authority may:

29 (1) Adopt rules and operating procedures as necessary to
30 implement the authority's responsibilities in this chapter, except
31 that the authority may not adopt rules to direct cost allocation of
32 transmission resources;

33 (2) Utilize the services of executive departments of the state
34 upon mutually agreeable terms and conditions;

35 (3) Exercise the power of eminent domain as outlined under the
36 provisions of chapter 8.04 RCW only for land acquisition necessary to
37 secure property or rights-of-way for new transmission corridors for
38 public use consistent with the purposes of this chapter;

39 (4) Enter into contracts and agreements;

- 1 (5) Solicit, receive, issue, and expend gifts, grants, and
2 donations;
- 3 (6) Apply for and accept federal loans and related assistance;
- 4 (7) (a) Enter into partnerships with public or private entities,
5 which must include a fee schedule for services provided under a
6 partnership; and
- 7 (b) When entering into partnerships on transmission projects:
- 8 (i) Serve as the state environmental policy act lead for the
9 project proponent; and
- 10 (ii) Serve as tribal consultation lead pursuing reasonable
11 efforts to facilitate government-to-government consultation regarding
12 the entities' partnership with federally recognized Indian tribes
13 affected by the partnership;
- 14 (8) Lease, purchase, accept donations of, or otherwise own, hold,
15 improve, or use any property;
- 16 (9) Sell, lease, exchange, or otherwise dispose of any property;
- 17 (10) (a) Own electric transmission equipment and systems;
- 18 (b) Ownership of transmission facilities by the authority may not
19 exceed the extent and duration necessary or useful to promote the
20 public interest. Before becoming an owner or partial owner of any
21 electric transmission facilities, the authority must develop and
22 publish a plan identifying:
- 23 (i) The public purposes of the authority's ownership;
- 24 (ii) The conditions that would make the authority's ownership no
25 longer necessary for accomplishing those public purposes; and
- 26 (iii) A plan to divest the authority of ownership of the facility
27 as soon as economically prudent once those conditions occur;
- 28 (11) (a) Select a qualified transmission builder or operator, as
29 defined by the authority in rule, to build, finance, plan, acquire,
30 maintain, or operate an electric transmission project;
- 31 (b) Proceed to construction in the absence of selecting a
32 qualified transmission builder only as a last resort and in instances
33 where the authority identifies a pressing need for a project and
34 there is not a ready and willing qualified transmission builder,
35 subject to the authority adopting criteria in rule for such a
36 scenario before developing a project;
- 37 (12) Sell a state-owned electric transmission project at any
38 stage of development.
- 39 (a) The authority may sell a project to an electric utility
40 serving customers in the state of Washington, a joint operating

1 agency formed under RCW 43.52.360, the Bonneville power
2 administration, an independent transmission developer, or an
3 independent system operator.

4 (b) Before selling a project that is not part of a partnership
5 agreement, the authority must adopt criteria in rule for developing a
6 transparent process including issuing a competitive request for
7 proposals, evaluating proposals, and selecting a project buyer;

8 (13) Adopt criteria in rule for an initial local investment
9 commitment fee and annual local investment commitment fee for high
10 voltage projects that the authority develops, owns, or sells under
11 this chapter. Rule making will provide that the fees are distributed
12 among counties, cities, towns, and federally recognized Indian
13 tribes, including federally recognized Indian tribes whose
14 reservation or ceded lands lie in Washington state, in proportion to
15 the project's impact, and that the fees are appurtenant to the
16 project such that the assessed fees are transferred with the title if
17 the project is sold; and

18 (14) Coordinate with the Washington economic development finance
19 authority established under chapter 43.163 RCW to provide conduit
20 financing for eligible partners that request transmission financing.

21 NEW SECTION. **Sec. 7.** (1) The authority must, when selecting a
22 qualified transmission builder or operator under section 6(11)(a) of
23 this act, undertaking conduit financing through the Washington
24 economic development finance authority while the authority is in
25 partnership with the transmission builder or operator, or proceeding
26 to construct a project in the absence of selecting a qualified
27 transmission builder under section 6(11)(b) of this act, ensure that
28 all construction and maintenance work is performed by either:

29 (a) Qualified electrical employees of an electric utility; or

30 (b) A contractor or independent transmission developer that:

31 (i) Utilizes qualified electrical employees; and

32 (ii) Utilizes apprentices enrolled in an apprenticeship program
33 registered with the United States department of labor or the
34 Washington state apprenticeship council established under chapter
35 49.04 RCW, with a completion rate of at least 25 percent.

36 (2) When selecting a qualified transmission builder or operator
37 under section 6(11)(a) of this act, or when proceeding to construct a
38 project in the absence of selecting a qualified transmission builder
39 under section 6(11)(b) of this act, the authority must ensure that

1 work is performed in compliance with the applicable prevailing wage
2 provisions under chapter 39.12 RCW for the respective job
3 classification.

4 NEW SECTION. **Sec. 8.** A new section is added to chapter 43.31
5 RCW to read as follows:

6 (1) A tribal clean energy partnership work group is established
7 within the department of commerce. The work group must:

8 (a) Develop and evaluate pathways for tribal participation in
9 clean energy facility and related infrastructure development that
10 will advance economic development opportunities, while safeguarding
11 tribal reserved rights and supporting voluntary collaboration with
12 utilities and project developers;

13 (b) Identify opportunities for joint ownership and coinvestment
14 between federally recognized Indian tribes, utilities, and private
15 sector developers to develop clean energy generation, transmission,
16 storage, and related infrastructure in order to create more
17 equitable, efficient, and ecologically sustainable energy projects;

18 (c) Conduct research on barriers and opportunities related to
19 tribal access to financing, federal programs, tax incentives, and
20 other capital instruments that support tribal investment, ownership,
21 and economic participation, for the purpose of developing clean
22 energy facilities and infrastructure;

23 (d) Recommend approaches to expand the clean energy workforce and
24 related contracting and supply chain opportunities to include members
25 of federally recognized Indian tribes;

26 (e) Develop model tribal consultation processes, contracts,
27 defined mitigation options, incentives, and community investment
28 agreements related to clean energy development and the siting and
29 permitting of energy facilities with the voluntary support of tribal
30 partners.

31 (2) The department of commerce must appoint at least eight and no
32 more than 12 members to the work group selected for their subject
33 matter experience as follows:

34 (a) Between four and six representatives of electric utilities,
35 including investor-owned utilities and consumer-owned utilities, and
36 industrial manufacturers or project developers;

37 (b) Two individuals with expertise in economic development
38 related to clean energy facilities and infrastructure;

1 (c) Two individuals with expertise in tribal cultural resources
2 or tribal governance; and

3 (d) No more than two ad hoc members selected by the department of
4 commerce.

5 (3) The department must notify each federally recognized Indian
6 tribe in Washington and each federally recognized Indian tribe with
7 treaty ceded lands in Washington about the work group and invite a
8 tribal council representative or their designee to participate in the
9 work group, based on the voluntary interest of tribal governments.

10 (4) The department of commerce may reimburse work group members
11 for travel expenses as provided in RCW 43.03.050 and 43.03.060.

12 (5) The work group must hold at least one public meeting before
13 June 1, 2028.

14 (6) The department of commerce may convene a clean energy
15 advisory committee to provide feedback on strategies and
16 recommendations developed by the work group.

17 (7) The department of commerce may appoint members to the
18 advisory committee from among the following:

19 (a) Clean energy facility and transmission developers;

20 (b) Labor union representatives;

21 (c) Individuals with expertise in clean energy facility and
22 infrastructure financing or capital markets; and

23 (d) Environmental advocacy organizations.

24 (8) By April 1, 2027, the work group must submit an interim
25 report to the appropriate legislative committees that documents its
26 findings to date.

27 (9) By December 1, 2027, the work group must submit a report to
28 the appropriate committees of the legislature that:

29 (a) Identifies barriers to tribal participation in clean energy
30 facility and infrastructure development;

31 (b) Makes recommendations for statutory or regulatory changes
32 that would facilitate tribal participation in the development and
33 ownership of clean energy facilities and infrastructure;

34 (c) Provides partnership, ownership, and investment frameworks
35 for tribal clean energy development;

36 (d) Identifies opportunities for clean energy pilot or
37 demonstration projects that support voluntary, mutually beneficial
38 energy partnerships between federally recognized Indian tribes and
39 energy sector participants operating in Washington state; and

1 (e) Identifies specific work group recommendations that would
2 benefit from future state funding.

3 (10) By December 1, 2027, the work group must submit a report to
4 the office of equity pursuant to RCW 43.18A.030.

5 (11) This section expires June 1, 2028.

6 NEW SECTION. **Sec. 9.** The electric transmission operating
7 account is created in the state treasury. All receipts from
8 appropriations made by the legislature, fees collected under sections
9 5 and 6 of this act, federal funds, or gifts or grants from the
10 private sector or foundations and other sources must be deposited in
11 the account. Moneys in the account may be spent only after
12 appropriation. Expenditures from the account may be used only for
13 operating cost purposes consistent with this chapter.

14 NEW SECTION. **Sec. 10.** The electric transmission capital account
15 is created in the state treasury. All moneys received for the
16 acquisition, sale, management, and administration of the authority's
17 duties under this chapter for electric transmission projects
18 including, but not limited to, proceeds from the sale of land and/or
19 improvements, fees collected for services provided to transmission
20 developers, local investment commitment fees, interest earned on
21 investments in the account, and all other revenue related to electric
22 transmission projects created or acquired pursuant to this chapter
23 must be deposited into the account. The account is authorized to
24 receive fund transfers and appropriations from the general fund, as
25 well as gifts, grants, and endowments from public or private sources
26 as may be made from time to time. Moneys in the account may be spent
27 only after appropriation. Expenditures from the account may be used
28 by the executive director of the authority, or the executive
29 director's designee, to reimburse management costs incurred by the
30 authority on electric transmission projects, for the acquisition of
31 interests in land or other real property to be managed as electric
32 transmission projects, and for all other nonoperating cost purposes
33 consistent with this chapter.

34 NEW SECTION. **Sec. 11.** (1) Information obtained by the authority
35 that is critical energy infrastructure information or proprietary
36 technical or business information shall be confidential and not
37 subject to inspection or disclosure pursuant to chapter 42.56 RCW.

1 (2) For the purposes of this section, the following definitions
2 apply:

3 (a) "Critical energy infrastructure" means existing and proposed
4 systems and assets, whether physical or virtual, the incapacity or
5 destruction of which would negatively affect security, economic
6 security, public health or safety, or any combination of these
7 matters.

8 (b) "Critical energy infrastructure information" means specific
9 engineering, vulnerability, or detailed design information about
10 proposed or existing critical energy infrastructure that:

11 (i) Relates details about the production, generation,
12 transportation, transmission, or distribution of energy;

13 (ii) Could be useful to a person in planning an attack on
14 critical energy infrastructure; and

15 (iii) Does not simply give the general location of or relay
16 publicly available information about the critical energy
17 infrastructure.

18 **PART II - MISCELLANEOUS**

19 **Sec. 12.** RCW 43.84.092 and 2025 c 417 s 802, 2025 c 399 s 15,
20 2025 c 359 s 12, and 2025 c 299 s 21 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 ambulance transport fund,
21 the budget stabilization account, the capital vessel replacement
22 account, the capitol building construction account, the Central
23 Washington University capital projects account, the charitable,
24 educational, penal and reformatory institutions account, the Chehalis
25 basin account, the Chehalis basin taxable account, the clean fuels
26 credit account, the clean fuels transportation investment account,
27 the cleanup settlement account, the Columbia river basin water supply
28 development account, the Columbia river basin taxable bond water
29 supply development account, the Columbia river basin water supply
30 revenue recovery account, the common school construction fund, the
31 community forest trust account, the connecting Washington account,
32 the county arterial preservation account, the county criminal justice
33 assistance account, the covenant homeownership account, the deferred
34 compensation administrative account, the deferred compensation
35 principal account, the department of licensing services account, the
36 department of retirement systems expense account, the developmental
37 disabilities community services account, the diesel idle reduction
38 account, the opioid abatement settlement account, the drinking water
39 assistance account, the administrative subaccount of the drinking
40 water assistance account, the driver education safety improvement

1 account, the early learning facilities development account, the early
2 learning facilities revolving account, the Eastern Washington
3 University capital projects account, the education legacy trust
4 account, the election account, the electric transmission capital
5 account, the electric vehicle account, the energy freedom account,
6 the energy recovery act account, the essential rail assistance
7 account, The Evergreen State College capital projects account, the
8 fair start for kids account, the family medicine workforce
9 development account, the ferry bond retirement fund, the fish,
10 wildlife, and conservation account, the freight mobility investment
11 account, the freight mobility multimodal account, the grade crossing
12 protective fund, the higher education retirement plan supplemental
13 benefit fund, the Washington student loan account, the highway bond
14 retirement fund, the highway infrastructure account, the highway
15 safety fund, the hospital safety net assessment fund, the Interstate
16 5 bridge replacement project account, the Interstate 405 and state
17 route 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. 13.** RCW 43.84.092 and 2025 c 417 s 802, 2025 c 399 s 15,
18 and 2025 c 299 s 21 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 ambulance transport fund,
19 the budget stabilization account, the capital vessel replacement
20 account, the capitol building construction account, the Central
21 Washington University capital projects account, the charitable,
22 educational, penal and reformatory institutions account, the Chehalis
23 basin account, the Chehalis basin taxable account, the clean fuels
24 credit account, the clean fuels transportation investment account,
25 the cleanup settlement account, the Columbia river basin water supply
26 development account, the Columbia river basin taxable bond water
27 supply development account, the Columbia river basin water supply
28 revenue recovery account, the common school construction fund, the
29 community forest trust account, the connecting Washington account,
30 the county arterial preservation account, the county criminal justice
31 assistance account, the covenant homeownership account, the deferred
32 compensation administrative account, the deferred compensation
33 principal account, the department of licensing services account, the
34 department of retirement systems expense account, the developmental
35 disabilities community services account, the diesel idle reduction
36 account, the opioid abatement settlement account, the drinking water
37 assistance account, the administrative subaccount of the drinking
38 water assistance account, the driver education safety improvement
39 account, the early learning facilities development account, the early
40 learning facilities revolving account, the Eastern Washington

1 University capital projects account, the education legacy trust
2 account, the election account, the electric transmission capital
3 account, the electric vehicle account, the energy freedom account,
4 the energy recovery act account, the essential rail assistance
5 account, The Evergreen State College capital projects account, the
6 fair start for kids account, the family medicine workforce
7 development account, the ferry bond retirement fund, the fish,
8 wildlife, and conservation account, the freight mobility investment
9 account, the freight mobility multimodal account, the grade crossing
10 protective fund, the higher education retirement plan supplemental
11 benefit fund, the Washington student loan account, the highway bond
12 retirement fund, the highway infrastructure account, the highway
13 safety fund, the hospital safety net assessment fund, the Interstate
14 5 bridge replacement project account, the Interstate 405 and state
15 route 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. 14.** RCW 43.84.092 and 2025 c 417 s 803, 2025 c 399 s 16,
16 2025 c 359 s 13, and 2025 c 299 s 22 are each reenacted and amended
17 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 budget stabilization
16 account, the capital vessel replacement account, the capitol building
17 construction account, the Central Washington University capital
18 projects account, the charitable, educational, penal and reformatory
19 institutions account, the Chehalis basin account, the Chehalis basin
20 taxable account, the clean fuels credit account, the clean fuels
21 transportation investment account, the cleanup settlement account,
22 the Columbia river basin water supply development account, the
23 Columbia river basin taxable bond water supply development account,
24 the Columbia river basin water supply revenue recovery account, the
25 common school construction fund, the community forest trust account,
26 the connecting Washington account, the county arterial preservation
27 account, the county criminal justice assistance account, the covenant
28 homeownership account, the deferred compensation administrative
29 account, the deferred compensation principal account, the department
30 of licensing services account, the department of retirement systems
31 expense account, the developmental disabilities community services
32 account, the diesel idle reduction account, the opioid abatement
33 settlement account, the drinking water assistance account, the
34 administrative subaccount of the drinking water assistance account,
35 the driver education safety improvement account, the early learning
36 facilities development account, the early learning facilities
37 revolving account, the Eastern Washington University capital projects
38 account, the education legacy trust account, the election account,
39 the electric transmission capital account, the electric vehicle
40 account, the energy freedom account, the energy recovery act account,

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

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

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

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

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

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

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

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

34 (3) Except for the provisions of RCW 43.84.160, the treasury
35 income account may be utilized for the payment of purchased banking
36 services on behalf of treasury funds including, but not limited to,
37 depository, safekeeping, and disbursement functions for the state
38 treasury and affected state agencies. The treasury income account is
39 subject in all respects to chapter 43.88 RCW, but no appropriation is

1 required for payments to financial institutions. Payments shall occur
2 prior to distribution of earnings set forth in subsection (4) of this
3 section.

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

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

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

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

39 (b) Any state agency that has independent authority over accounts
40 or funds not statutorily required to be held in the state treasury

1 that deposits funds into a fund or account in the state treasury
2 pursuant to an agreement with the office of the state treasurer shall
3 receive its proportionate share of earnings based upon each account's
4 or fund's average daily balance for the period.

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

8 **Sec. 16.** RCW 43.84.092 and 2025 c 417 s 803, 2025 c 399 s 16,
9 2025 c 359 s 13, 2025 c 299 s 22, and 2025 c 228 s 15 are each
10 reenacted and amended to read as follows:

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

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

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

1 (4) Monthly, the state treasurer shall distribute the earnings
2 credited to the treasury income account. The state treasurer shall
3 credit the general fund with all the earnings credited to the
4 treasury income account except:

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

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

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

37 (b) Any state agency that has independent authority over accounts
38 or funds not statutorily required to be held in the state treasury
39 that deposits funds into a fund or account in the state treasury
40 pursuant to an agreement with the office of the state treasurer shall

1 receive its proportionate share of earnings based upon each account's
2 or fund's average daily balance for the period.

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

6 **Sec. 17.** RCW 43.84.092 and 2025 c 417 s 803, 2025 c 399 s 16,
7 2025 c 299 s 22, and 2025 c 228 s 15 are each reenacted and amended
8 to read as follows:

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

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

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

37 (4) Monthly, the state treasurer shall distribute the earnings
38 credited to the treasury income account. The state treasurer shall

1 credit the general fund with all the earnings credited to the
2 treasury income account except:

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

1 the highway safety fund, the hospital safety net assessment fund, the
2 intelligent speed assistance device revolving account, the Interstate
3 5 bridge replacement project account, the Interstate 405 and state
4 route number 167 express toll lanes account, the judges' retirement
5 account, the judicial retirement administrative account, the judicial
6 retirement principal account, the limited fish and wildlife account,
7 the local leasehold excise tax account, the local real estate excise
8 tax account, the local sales and use tax account, the marine
9 resources stewardship trust account, the medical aid account, the
10 money-purchase retirement savings administrative account, the money-
11 purchase retirement savings principal account, the motor vehicle
12 fund, the motorcycle safety education account, the move ahead WA
13 account, the move ahead WA flexible account, the multimodal
14 transportation account, the multiuse roadway safety account, the
15 municipal criminal justice assistance account, the oyster reserve
16 land account, the pension funding stabilization account, the
17 perpetual surveillance and maintenance account, the pilotage account,
18 the pollution liability insurance agency underground storage tank
19 revolving account, the public employees' retirement system plan 1
20 account, the public employees' retirement system combined plan 2 and
21 plan 3 account, the public facilities construction loan revolving
22 account, the public health supplemental account, the public works
23 assistance account, the Puget Sound capital construction account, the
24 Puget Sound ferry operations account, the Puget Sound Gateway
25 facility account, the Puget Sound taxpayer accountability account,
26 the real estate appraiser commission account, the recreational
27 vehicle account, the regional mobility grant program account, the
28 reserve officers' relief and pension principal fund, the resource
29 management cost account, the rural arterial trust account, the rural
30 mobility grant program account, the rural Washington loan fund, the
31 second injury fund, the sexual assault prevention and response
32 account, the site closure account, the skilled nursing facility
33 safety net trust fund, the small city pavement and sidewalk account,
34 the special category C account, the special wildlife account, the
35 state hazard mitigation revolving loan account, the state investment
36 board expense account, the state investment board commingled trust
37 fund accounts, the state patrol highway account, the state
38 reclamation revolving account, the state route number 520 civil
39 penalties account, the state route number 520 corridor account, the
40 statewide broadband account, the statewide tourism marketing account,

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

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

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

4 NEW SECTION. **Sec. 18.** (1) Section 12 of this act expires the
5 earlier of July 1, 2028, or when RCW 74.76.040 expires.

6 (2) Section 13 of this act expires July 1, 2028.

7 (3) Section 14 of this act expires the earlier of January 1,
8 2029, or when RCW 74.76.040 expires.

9 (4) Section 15 of this act expires January 1, 2029.

10 (5) Section 16 of this act expires when RCW 74.76.040 expires.

11 NEW SECTION. **Sec. 19.** (1) Section 13 of this act takes effect
12 when RCW 74.76.040 expires.

13 (2) Sections 14 and 15 of this act take effect July 1, 2028.

14 (3) Sections 16 and 17 of this act take effect January 1, 2029.

15 NEW SECTION. **Sec. 20.** Sections 1, 2, 4 through 7, and 9 through
16 11 of this act constitute a new chapter in Title 43 RCW.

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