

and editing the session laws, Senate and House journals, and other printing, and binding public documents.

Appropriation
—Legislative
members'
per diem.

Sec. 3. There is hereby appropriated to the legislature out of the state general fund the sum of eighty-five thousand six hundred seventy-five dollars (\$85,675) for payment to members of the legislature and the president of the senate at the rate of twenty-five dollars per day in lieu of subsistence and lodging while in attendance at the first extraordinary session of the fortieth legislature.

Emergency.

Sec. 4. This act is necessary for the immediate support of the state government and shall take effect immediately.

Passed the Senate March 21, 1967.

Passed the House March 21, 1967.

Approved by the Governor March 23, 1967.

CHAPTER 2.

[Engrossed House Bill No. 107.]

INVESTMENT OF EDUCATIONAL PERMANENT FUNDS.

AN ACT relating to the investment of the permanent common school fund, the agricultural college permanent fund, the normal school permanent fund, the scientific school permanent fund, and the university permanent fund; amending section 1, chapter 104, Laws of 1965 extraordinary session and RCW 43.84.011; repealing section 2, chapter 104, Laws of 1965 extraordinary session and RCW 43.84.021; and declaring an emergency.

Be it enacted by the Legislature of the State of Washington:

RCW 43.84.011
amended.

Section 1. Section 1, chapter 104, Laws of 1965 extraordinary session and RCW 43.84.011 are each amended to read as follows:

Whenever there are surplus moneys available for investment in the permanent common school fund, the agricultural college permanent fund, the normal school permanent fund, the scientific school permanent fund, or the university permanent fund, the state finance committee shall have full power to invest or reinvest such funds in the following classes of securities, and not otherwise:

Schools—
Investment of
permanent
common
school fund.

(1) Bonds, notes, or other obligations of the United States or its agencies, or of any corporation wholly owned by the government of the United States, or those guaranteed by, or for which the credit of the United States is pledged for the payment of the principal and interest or dividends thereof;

(2) Bonds or other evidences of indebtedness of this state or a duly authorized authority or agency thereof; and full faith and credit obligations of, or obligations unconditionally guaranteed as to principal and interest by any other state of the United States and the Commonwealth of Puerto Rico;

(3) Bonds, debentures, notes, or other full faith and credit obligations issued, guaranteed, or assumed as to both principal and interest by the government of the Dominion of Canada, or by any province of Canada: *Provided*, That the principal and interest thereof shall be payable in United States funds, either unconditionally or at the option of the holder;

(4) Bonds, notes, or other obligations of any municipal corporation, political subdivision or state supported institution of higher learning of this state, issued pursuant to the laws of this state: *Provided*, That the issuer has not, within ten years prior to the making of the investment, been in default for more than three months in the payment of any part of the principal or interest on any debt evidenced by its bonds, notes, or obligations;

Schools—
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permanent
common
school fund.

(5) Bonds, notes, or other obligations issued, guaranteed or assumed by any municipal or political subdivision of any other state of the United States: *Provided*, That any such municipal or political subdivision, or the total of its component parts, shall have a population as shown by the last preceding federal census of not less than ten thousand and shall not within ten years prior to the making of the investment have defaulted in payment of principal or interest of any debt evidenced by its bonds, notes or other obligations for more than ninety days;

(6) Bonds, debentures, notes, or other obligations issued, guaranteed, or assumed as to both principal and interest by any city of Canada which has a population of not less than one hundred thousand inhabitants: *Provided*, That the principal and interest thereof shall be payable in United States funds, either unconditionally or at the option of the holder: *Provided further*, That the issuer shall not within ten years prior to the making of the investment have defaulted in payment of principal or interest of any debt evidenced by its bonds, notes or other obligations for more than ninety days;

(7) Bonds, notes, or other obligations issued, assumed, or unconditionally guaranteed by the international bank for reconstruction and development, or by the federal national mortgage association;

(8) Bonds, debentures, or other obligations issued by a federal land bank, or by a federal intermediate credit bank, under the act of congress of July 17, 1916, known as the "federal farm loan act," as amended or supplemented from time to time;

(9) Obligations of any public housing authority or urban redevelopment authority issued pursuant to the laws of this state relating to the creation or operation of a public housing or urban redevelopment authority;

(10) Obligations of any other state, municipal

authority or political subdivision within the state issued pursuant to the laws of such state with principal and interest payable from tolls or other special revenues: *Provided*, That the issuer has not, within ten years prior to the making of the investment, been in default for more than three months in the payment of any part of the principal or interest on any debt evidenced by its bonds, notes, or obligations;

(11) Corporate bonds and debentures issued by any corporation duly organized and operating in any state of the United States: *Provided*, That such securities are rated not less than "A" by two nationally recognized rating agencies: *Provided further*, That investment in bonds and debentures in this subsection (11) shall be limited to twenty percent of any one issue;

(12) Investments in savings and loan associations organized under federal or state law, insured by the federal savings and loan insurance corporation, and operating in this state: *Provided*, That the investment of any one fund in any one such savings and loan association shall not exceed the amount insured by the federal savings and loan insurance corporation;

(13) Savings deposits in commercial banks and mutual savings banks organized under federal or state law, insured by the federal deposit insurance corporation, and operating in this state: *Provided*, That the deposit of any one fund in any such banks shall not exceed the amount insured by the federal deposit insurance corporation;

(14) First mortgages on unencumbered real property which are insured by the Federal Housing Administration under the National Housing Act (as from time to time amended), or are guaranteed by the Veterans Administration under the Servicemen's Readjustment Act of 1944 (as from time to

Schools—
Investment of
permanent
common
school fund.

time amended), or are otherwise insured or guaranteed by the United States of America, or by any agency or instrumentality of the United States of America, so as to give the investor protection essentially the same as that provided by the said National Housing Act or the said Servicemen's Readjustment Act.

(15) Capital notes or debentures of any national or state bank doing business in the United States of America; and

(16) Equipment trust certificates issued by any corporation duly organized and operating in any state of the United States of America.

The state finance committee shall have the power to make purchases, sales, exchanges, investments and reinvestments, of any of the securities and investments in which any of the funds enumerated herein shall have been invested, as well as the proceeds of said investments and any moneys belonging to said funds: *Provided*, That no sale or exchange shall be at a price less than the market price of the securities or investments to be sold or exchanged.

Any investments made under this section shall be made with the exercise of that degree of judgment and care, under circumstances then prevailing, which men of prudence, discretion and intelligence exercise in the management of their own affairs, not for speculation but for investment, considering the probable safety of their capital as well as the probable income to be derived.

Repeal.

Sec. 2. Section 2, chapter 104, Laws of 1965 extraordinary session and RCW 43.84.021 are each repealed.

Emergency.

Sec. 3. This act is necessary for the immediate preservation of the public peace, health and safety, the support of the state government and its existing

public institutions, and shall take effect immediately.

Passed the House March 14, 1967.

Passed the Senate March 22, 1967.

Approved by the Governor March 24, 1967.

CHAPTER 3.

[Senate Bill No. 152.]

MOTOR VEHICLE FINANCIAL RESPONSIBILITY.

AN ACT relating to motor vehicle financial responsibility; increasing the amounts required for proof of financial responsibility and deposits in lieu thereof; and amending sections 9, 26, 39, 49 and 55, chapter 169, Laws of 1963 and RCW 46.29.090, 46.29.260, 46.29.390, 46.29.490 and 46.29.550; and providing an effective date.

Be it enacted by the Legislature of the State of Washington:

Section 1. Section 9, chapter 169, Laws of 1963 and RCW 46.29.090 are each amended to read as follows:

RCW 46.29.090 amended.

(1) No policy or bond shall be effective under RCW 46.29.080 unless issued by an insurance company or surety company authorized to do business in this state, except as provided in subsection (2) of this section, nor unless such policy or bond is subject, if the accident has resulted in bodily injury or death, to a limit, exclusive of interest and costs, of not less than fifteen thousand dollars because of bodily injury to or death of one person in any one accident and, subject to said limit for one person, to a limit of not less than thirty thousand dollars because of bodily injury to or death of two or more persons in any one accident, and if the accident has resulted in injury to, or destruction of, property to a limit of not less than five thousand dollars because

Motor vehicle financial responsibility. Requirements as to policy or bond.