

TRANSMITTAL OF RULES ADOPTED

FROM: SUPERVISOR OF BANKING, DEPARTMENT OF GENERAL ADMINISTRATION
(Name of Agency)

TO: CODE REVISER
LEGISLATIVE BLDG (Southwest Corner, Ground Floor)
Olympia 98501

The enclosed Permanent rules , being order No. 2
Emergency rules

relating to (Name of rules or description of subject matter)

Definition and characterization of acquisition of time deposits.

(ALTERNATIVE A. Use only for adoption of permanent rules)

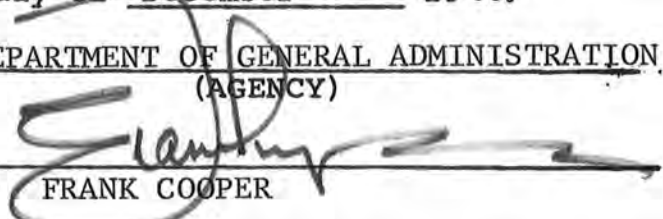
pursuant to Notice No. 2175 ^① filed with the code reviser on Oct. 17, 68 ^② were regularly adopted as permanent rules of this (date) General Administration Building agency at Olympia, Washington on Nov. 14, 1968 and are herewith (place) (date) filed in the office of the code reviser pursuant to chapter 34.04 RCW. The effective date of such rules shall be ^③

(ALTERNATIVE B. Use only for adoption of emergency rules)

pursuant to its finding that the immediate adoption of these rules is necessary for the preservation of the public health, safety, or general welfare and that observance of the requirements of notice and opportunity to present views on the proposed action would be contrary to the public interest, were regularly adopted as emergency rules of this agency at (place) on (date) and are herewith filed in the office of the code reviser pursuant to chapter 34.04 RCW.

Dated this 20th day of December 1968.

STATE OF WASHINGTON
FILED
DEC 23 1968
- REVISER'S OFFICE
- T-2217 FILE # 111

DEPARTMENT OF GENERAL ADMINISTRATION
(AGENCY)
BY 
FRANK COOPER
Title Supervisor of Banking

① NOTICE NUMBER AS APPEARS ON THE COPY OF NOTICE RETURNED TO YOU BY REVISER'S OFFICE (IF PROCEEDINGS WERE CONTINUED, USE NO. OF LAST NOTICE)
② STAMPED DATE AS APPEARS ON THE COPY OF NOTICE RETURNED TO YOU BY REVISER'S OFFICE (IF PROCEEDINGS WERE CONTINUED, USE DATE OF LAST NOTICE)
③ UNLESS A LATER DATE IS SPECIFIED IN THIS ORDER OR IS PRESCRIBED IN ANOTHER STATUTE, RULES ARE EFFECTIVE 30 DAYS AFTER FILING: RCW 34.04.040. LEAVE THIS SPACE BLANK EXCEPT IN SUCH SPECIAL CASES.

STATE OF WASHINGTON
DEPARTMENT OF GENERAL ADMINISTRATION
DIVISION OF BANKING

ADMINISTRATIVE ORDER NO. 2

(1) I, FRANK COOPER, Supervisor of Banking of the State of Washington, by virtue of the authority vested in me under chapter 30.04 RCW, after filing notice No. 2175 with the Code Reviser, notifying the press in accordance with RCW 42.32.010, and also notifying interested persons, held a meeting open to the public on November 14, 1968, as required by chapter 34.04 RCW and RCW 42.32.010, to promulgate and adopt a regulation for state banks and trust companies as organized and governed under Title 30 RCW, as a permanent rule of this agency.

After considering written memorandums submitted prior to the hearing, and upon receiving oral evidence at the hearing, I hereby promulgate and adopt the annexed regulation.

(2) This order, after first being recorded in the order register of this agency, shall be forwarded to the Code Reviser for filing pursuant to chapter 34.04 RCW and chapter 1-12 WAC.

APPROVED AND ADOPTED on November 14, 1968.

By 

FRANK COOPER

Supervisor of Banking
Department of General Administration

NEW

WAC 50-12-030 DEFINITIONS AND CHARACTERIZATION OF TIME DEPOSITS. The term "time deposits" means "time certificates of deposit" and, "time deposits, open account," as defined below.

(1) Time Certificates of Deposit. The term "time certificate of deposit" means a deposit evidenced by a negotiable or non-negotiable instrument which provides on its face that the amount of such deposit is payable:

(a) On a certain date, specified in the instrument, not less than thirty (30) days after the date of the deposit; or

(b) At the expiration of a specified period not less than thirty (30) days after the date of the instrument; or

(c) Upon written notice to be given not less than thirty (30) days before the date of repayment.

(2) Time Deposits, Open Account. The term "time deposit, open account," means a deposit, other than a "time certificate of deposit," with respect to which there is in force a written contract with the depositor that neither the whole nor any part of such deposit may be withdrawn, by check or otherwise, prior to the date of maturity, which shall be not less than thirty (30) days after the date of the deposit, or prior to the expiration of the period of notice which must be given by the depositor in writing not less than thirty (30) days in advance of withdrawals.

A time deposit is a deposit and therefore not subject to individual bank and trust company lending limits, as proscribed by RCW 30.04.110. However, before a bank or trust company may deposit its funds with another bank in the form of a time deposit, the depository bank must first be appointed a depository by a vote of a majority of the directors of the depositing bank and approved as a depository by the Supervisor of Banking.

If a bank acquires a time deposit with a bank that has not been approved as a depository by the Supervisor of Banking, such transaction shall be considered to be an investment and subject to the bank's lending limitation.