

TRIAL SUBMITTAL OF RULES ADOPTED

FROM: Department of General Administration, Division of Banking  
(Name of Agency)

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

The enclosed Permanent rules  , being order No. 15  
Emergency rules   
relating to (Name of rules or description of subject matter)

AMD WAC 50-20-070. Industrial Loan Rules

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

pursuant to Notice No. \_\_\_\_\_ ① filed with the code reviser  
on \_\_\_\_\_ ② were regularly adopted as permanent rules of this  
(date)  
agency at \_\_\_\_\_ on \_\_\_\_\_ 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  
Olympia, Washington on 6/12/73 and are herewith filed in  
(place) (date)  
the office of the code reviser pursuant to chapter 34.04 RCW.

The undersigned hereby certifies that the requirements of chapter  
34.04 RCW and of the Open Public Meetings Act of 1971, chapter  
42.30 RCW (1971 ex.s. c 250) have been fulfilled.

Dated this 12<sup>th</sup> day of June 1973

STATE OF WASHINGTON  
**FILED**  
JUN 12 1973  
CODE REVISER'S OFFICE  
DOCKET # 31 FILE # 44

Department of General Administration  
(AGENCY)  
Division of Banking  
By John J. Gurnee  
Acting Director  
Title

- 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.

THE STATE OF WASHINGTON  
DEPARTMENT OF GENERAL ADMINISTRATION  
DIVISION OF BANKING

ADMINISTRATIVE ORDER NO. 15

(1) I, John J. Gurnee, Acting Director, Department of General Administration, an agency of the state of Washington, by virtue of the authority vested in me under chapter 34.04 RCW, RCW 43.17.060, RCW 43.19.040, RCW 31.04.150 and chapter 31.04 RCW, do promulgate the annexed rule and regulation, as an emergency rule of this agency.

(2) In the opinion of the Division of Banking the existing language of WAC 50-20-070 (4) could be construed to prohibit certain activities to which the Division of Banking has no objection. This was not the intention of the Division of Banking when WAC 50-20-070 (4) was promulgated, therefore, in order to remove any restriction on what are otherwise lawful acts, the adoption of this rule is necessary for the preservation of the public health, safety, and general welfare and observance of the requirements of notice and opportunity to present views on the proposed action would be contrary to the public interest.

(3) This order after being first 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

June 12, 1912

By

John J. Gurnee  
John J. Gurnee  
Acting Director

Department of General Administration

WAC 50-20-070 OTHER BUSINESS IN SAME OFFICE. (1) No company will be permitted to conduct its business within an office room or place of business in which other business is solicited or engaged in, or in association or conjunction therewith, if the Supervisor of Banking shall find, after five days written notice, and after a hearing, that the other business has concealed or facilitated evasion of the Industrial Loan Company Act. If the Supervisor so finds, he shall order such company in writing to desist from such conduct.

(2) No company shall transact such business or make any loan provided for or by this act under any other name or at any other place of business than that named in the certificate of authority or in locations where branches have been established. This is not intended to prohibit loans by mail.

(3) No company shall change its place of business to another location unless and until authority for such change shall have been granted by the Supervisor of Banking.

(4) No borrower may be simultaneously indebted to two or more firms, the ownership of which firms is substantially the same and which engage in the business of lending money, if the loans, either individually or in combination, would violate the provisions of the Industrial Loan Act were it or they made by the industrial loan company directly. The intended purpose of this regulation is to prohibit an industrial loan company, through the use of the corporate veil from either directly or indirectly engaging in and receiving the benefits of a business which is not authorized an industrial loan company under the terms of the Industrial Loan Act.