

TRANSMITTAL OF RULES ADOPTED

FROM: DEPARTMENT OF GENERAL ADMINISTRATION, Division of Banking
(Name of Agency)

TO: CODE REVISER
LEGISLATIVE BLDG. (Southwest Corner, Ground Floor)
OLYMPIA 98504

The enclosed rules Permanent rules , being Order No. 36
Emergency rules

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

NEW WAC chapter 50-14 MUTUAL SAVINGS BANKS

NEW WAC 50-14-010 FACILITATING LOANS-REAL PROPERTY. (See Attached).

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

pursuant to Notice No. 6004 (1) filed with the code reviser
on June 18, 1976 (2) were regularly adopted as permanent rules of
(date) Office of Supervisor of Banking
this agency at Olympia, Washington on 7-8-76 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 in the attached administrative order,
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 _____ on _____ and
(place) (date)
are herewith filed in 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 have been fulfilled.

Dated this 8th day of July 1976.

DEPARTMENT OF GENERAL ADMINISTRATION
Division of Banking
(AGENCY)

G. W. Mutschler
By G. W. MUTSCHLER

Supervisor
Title

STATE OF WASHINGTON
FILED
JUL 8 1976
CODE REVISER'S OFFICE
DOCKET #184 FILE # 711

(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.
[Order 9, filed 9/25/74, eff. 10/25/74] [Form CR-2: Rev. 9/21/74]

STATE OF WASHINGTON
DEPARTMENT OF GENERAL ADMINISTRATION
DIVISION OF BANKING


ADMINISTRATIVE ORDER NO. 36

(1) I, G. W. MUTSCHLER, Supervisor, Division of Banking, 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 43.19.040 and Title 32 RCW, after filing Notice No. 6004 with the Code Reviser, and mailing the notice to all persons who had made timely requests of the Division of Banking and of the Department of General Administration for advance notice of its rule-making proceedings, and giving public notice as provided in chapter 42.30 RCW, held a meeting open to the public at the Office of the Supervisor of Banking, 111B General Administration Building, Olympia, Washington, on Thursday, July 8, 1976, at 10:00 a.m. and after considering all written and oral comments, do promulgate and adopt the annexed rules and regulations, to-wit: NEW WAC chapter 50-14 and WAC 50-14-010, as permanent rules of this agency.

(2) 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 ON July 8, 1976.

By



G. W. Mutschler, Supervisor
Division of Banking
Department of General Administration

WAC 50-14-010 FACILITATING LOANS-REAL PROPERTY. For purposes of this section the following words shall have the following meanings:

(1) "Foreclosed property" means real estate or interest therein, or other property used in connection therewith acquired through foreclosure or similar action, deed of trust sales, or by deed in lieu of any thereof.

(2) "Facilitating Loan" means a loan or real estate contract covering foreclosed property made by a mutual savings bank to the purchaser of the foreclosed property.

(3) "Loan limits" means the limitations on investments imposed by RCW 32.20.410.

A mutual savings bank may make a facilitating loan for not in excess of the sale price of the property if the Board of Trustees or officers or committees designated by the Board deem it prudent to dispose of the property in that manner. Facilitating loans shall not be deemed violations of RCW 32.20-.250 or 32.20.260, nor shall the division of banking require facilitating loans to be classified as loans made pursuant to RCW 32.20.255. Until such time as a facilitating loan conforms to the requirements of RCW 32.20.250, RCW 32.20.255 or RCW 32.20.260, or other investment statutes relating to mutual savings bank, it shall be carried on the books and records of the bank as "Other Real Estate Loans - Debts Previously Contracted", and shall not be carried at more than the value of the property securing it. Facilitating loans shall be included in determining the amounts invested which are subject to the loan limits to the extent of the value at which they are carried on the books of the bank. The bank may, however, make facilitating loans regardless of the loan limits.