CERTIFICATION OF ENROLLMENT

SUBSTITUTE HOUSE BILL 1858

Chapter 185, Laws of 1991

52nd Legislature 1991 Regular Session

CITIES AND TOWNS--CASHING OF EMPLOYEE CHECKS

EFFECTIVE DATE: 7/28/91

Passed by the House March 14, 1991 Yeas 86 Nays 9

JOE KING

Speaker of the House of Representatives

Passed by the Senate April 11, 1991 Yeas 43 Nays 0

JOEL PRITCHARD President of the Senate

Approved May 15, 1991

CERTIFICATE

I, Alan Thompson, Chief Clerk of the House of Representatives of the State of Washington, do hereby certify that the attached is **SUBSTITUTE HOUSE BILL 1858** as passed by the House of Representatives and the Senate on the dates hereon set forth.

ALAN THOMPSON

Chief Clerk

FILED

May 15, 1991 - 11:39 a.m.

BOOTH GARDNER Governor of the State of Washington Secretary of State State of Washington

SUBSTITUTE HOUSE BILL 1858

AS AMENDED BY THE SENATE

Passed Legislature - 1991 Regular Session

State of Washington52nd Legislature1991 Regular SessionBy House Committee on Local Government (originally sponsored by
Representatives Bray, Roland and Haugen).

Read first time March 6, 1991.

1 AN ACT Relating to employee check, draft, or warrant cashing by 2 cities and towns; adding a new section to chapter 35.21 RCW; and adding 3 a new section to chapter 35A.40 RCW.

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

5 <u>NEW SECTION.</u> Sec. 1. A new section is added to chapter 35.21 RCW 6 to read as follows:

7 Any city or town is hereby authorized, at its option and after the 8 adoption of the appropriate ordinance, to accept in exchange for cash 9 a payroll check, draft, or warrant; expense check, draft, or warrant; 10 or personal check from a city or town employee in accordance with the 11 following conditions:

(1) The check, warrant, or draft must be drawn to the order of cash
or bearer and be immediately payable by a drawee financial institution;
(2) The person presenting the check, draft, or warrant to the city

or town must produce identification as outlined by the city or town in
 the authorizing ordinance;

3 (3) The payroll check, draft, or warrant or expense check, draft,4 or warrant must have been issued by the city or town; and

5 (4) Personal checks cashed pursuant to this authorization cannot6 exceed two hundred dollars.

7 In the event that any personal check cashed for a city or town 8 employee by the city or town under this section is dishonored by the 9 drawee financial institution when presented for payment, the city or 10 town is authorized, after notice to the drawer or endorser of the 11 dishonor, to withhold from the drawer's or endorser's next payroll 12 check, draft, or warrant the full amount of the dishonored check.

13 <u>NEW SECTION.</u> Sec. 2. A new section is added to chapter 35A.40 RCW 14 to read as follows:

Any code city is hereby authorized, at its option and after the adoption of the appropriate ordinance, to accept in exchange for cash a payroll check, draft, or warrant; expense check, draft, or warrant; or personal check from a city employee in accordance with the following conditions:

(1) The check, warrant, or draft must be drawn to the order of cash or bearer and be immediately payable by a drawee financial institution; (2) The person presenting the check, draft, or warrant to the city must produce identification as outlined by the city in the authorizing ordinance;

(3) The payroll check, draft, or warrant or expense check, draft,
or warrant must have been issued by the city; and

(4) Personal checks cashed pursuant to this authorization cannotexceed two hundred dollars.

SHB 1858.SL

p. 2 of 3

In the event that any personal check cashed for a city employee by the city under this section is dishonored by the drawee financial institution when presented for payment, the city is authorized, after notice to the drawer or endorser of the dishonor, to withhold from the drawer's or endorser's next payroll check, draft, or warrant the full amount of the dishonored check.

Passed the House March 14, 1991. Passed the Senate April 11, 1991. Approved by the Governor May 15, 1991. Filed in Office of Secretary of State May 15, 1991.