Title of rule and other identifying information: (Describe Subject)

Chapter 389-12 WAC (Practice and Procedure – Public Depositaries)

These rules govern the operation of the Public Deposit Protection Commission (PDPC). The rules set forth reporting requirements and operational procedures followed by financial institutions to become a public depository and maintain qualification to hold public funds while allowing the PDPC to preserve the viability and success of the program.

Hearing location(s):
Office of the State Treasurer
1110 Capitol Way South, Suite 260
Olympia, WA 98501

Date: August 9, 2016  Time: 1:30 pm

Submit written comments to:
Name: Johnna Craig
Address: 1110 Capitol Way South, PO Box 40200
         Olympia, WA 98504-0200
e-mail: Johnna.Craig@tre.wa.gov
tax: (360) 704-5181  by August 5, 2016

Assistance for persons with disabilities: Contact
Johnna Craig by August 5, 2016
TTY Dial 7-1-1 for Telecommunications Relay Services

Date of intended adoption: August 9, 2016
(Note: This is NOT the effective date)

Purpose of the proposal and its anticipated effects, including any changes in existing rules:

To amend and update the requirements, terms, and conditions for financial institutions to receive and hold public funds in accordance with the Public Deposit Protection Act, as last amended by Chapter 2, Laws of 2016, 1st special session.

Reasons supporting proposal:
To make rules consistent with recent legislative changes to the Public Deposit Protection Act.

Statutory authority for adoption: RCW 39.58.040

Statute being implemented: Chapter 39.58 RCW

<table>
<thead>
<tr>
<th>Is rule necessary because of a:</th>
<th>Yes</th>
<th>No</th>
</tr>
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<tbody>
<tr>
<td>Federal Law?</td>
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<td>Federal Court Decision?</td>
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<tr>
<td>State Court Decision?</td>
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If yes, CITATION:  

DATE
July 1, 2016

NAME (type or print)
Shad Pruitt

SIGNATURE

TITLE
Deputy Treasurer

(COMPLETE REVERSE SIDE)
Agency comments or recommendations, if any, as to statutory language, implementation, enforcement, and fiscal matters:

**Name of proponent:** (person or organization) Washington State Treasurer

<table>
<thead>
<tr>
<th>Name of agency personnel responsible for:</th>
<th>Name</th>
<th>Office Location</th>
<th>Phone</th>
</tr>
</thead>
<tbody>
<tr>
<td>Drafting...........................</td>
<td>Shad Pruitt</td>
<td>1110 Capitol Way S, Suite 260, Olympia, WA 98501</td>
<td>(360) 902-8904</td>
</tr>
<tr>
<td>Implementation...........</td>
<td>Nancy Adams</td>
<td>1110 Capitol Way S, Suite 260, Olympia, WA 98501</td>
<td>(360) 902-9077</td>
</tr>
<tr>
<td>Enforcement.............</td>
<td>Nancy Adams</td>
<td>1110 Capitol Way S, Suite 260, Olympia, WA 98501</td>
<td>(360) 902-9077</td>
</tr>
</tbody>
</table>

Has a small business economic impact statement been prepared under chapter 19.85 RCW or has a school district fiscal impact statement been prepared under section 1, chapter 210, Laws of 2012?

☐ Yes. Attach copy of small business economic impact statement or school district fiscal impact statement.

☐ No. Explain why no statement was prepared.

No small business economic impact statement has been prepared under Chapter 19.85 RCW. The proposed rules do not regulate or have an economic impact on any small business. The rule only impacts financial institutions participating as public depositaries in Washington state.

**Is a cost-benefit analysis required under RCW 34.05.328?**

☐ Yes A preliminary cost-benefit analysis may be obtained by contacting:

name:

Address:

phone ( )

tax ( )
e-mail

☐ No Please explain:

The Office of the State Treasurer (OST) is not an agency listed in RCW 34.05.328(5)(a)(i). Further, OST does not voluntarily make the section applicable to the adoption of this rule, and, to date, JARRC has not made the section applicable to the adoption of these rules.