

HOUSE BILL REPORT

SB 6007

As Reported By House Committee On:

Financial Institutions & Insurance

Title: An act relating to the limitation on the operating expenses of mutual savings banks.

Brief Description: Eliminating the operating expenses limitation on mutual savings banks.

Sponsors: Senators Winsley and Finkbeiner.

Brief History:

Committee Activity:

Financial Institutions & Insurance: 3/27/97 [DP].

HOUSE COMMITTEE ON FINANCIAL INSTITUTIONS & INSURANCE

Majority Report: Do pass. Signed by 11 members: Representatives L. Thomas, Chairman; Smith, Vice Chairman; Zellinsky, Vice Chairman; Wolfe, Ranking Minority Member; Grant, Assistant Ranking Minority Member; Benson; Constantine; DeBolt; Keiser; Sullivan and Wensman.

Staff: Charlie Gavigan (786-7340).

Background: Mutual savings banks are limited by law to spending no more than 3 percent of average assets in any calendar year on operation and management expenses; the limitation for smaller mutual savings banks, with under \$500 million in deposits, is 6 percent of average assets.

Summary of Bill: The statutory limitation regarding the operation and management expenses of mutual savings banks is repealed.

Appropriation: None.

Fiscal Note: Not requested.

Effective Date: Ninety days after adjournment of session in which bill is passed.

Testimony For: This bill removes an obsolete statute.

Testimony Against: None.

Testified: Senator Shirley Winsley, prime sponsor; and Lyle Jacobsen, Washington Savings League (supports).