
SUBSTITUTE SENATE BILL 5666

State of Washington

60th Legislature

2007 Regular Session

By Senate Committee on Financial Institutions & Insurance (originally sponsored by Senators Marr, Kohl-Welles, Brown, Hobbs, Keiser, Franklin, Kastama, Kilmer and Kline)

READ FIRST TIME 02/08/07.

1 AN ACT Relating to the linked deposit program; amending RCW
2 43.86A.030; adding a new section to chapter 43.86A RCW; creating a new
3 section; and providing a contingent effective date.

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

5 **Sec. 1.** RCW 43.86A.030 and 2005 c 302 s 2 are each amended to read
6 as follows:

7 (1) Funds held in public depositories not as demand deposits as
8 provided in RCW 43.86A.020 and 43.86A.030, shall be available for a
9 time certificate of deposit investment program according to the
10 following formula: The state treasurer shall apportion to all
11 participating depositories an amount equal to five percent of the three
12 year average mean of general state revenues as certified in accordance
13 with Article VIII, section 1(b) of the state Constitution, or fifty
14 percent of the total surplus treasury investment availability,
15 whichever is less. Within thirty days after certification, those funds
16 determined to be available according to this formula for the time
17 certificate of deposit investment program shall be deposited in
18 qualified public depositories. These deposits shall be allocated among

1 the participating depositaries on a basis to be determined by the state
2 treasurer.

3 (2) The state treasurer may use up to (~~one~~) two hundred million
4 dollars per year of all funds available under this section for the
5 purposes of RCW 43.86A.060. The amounts made available to these public
6 depositaries shall be equal to the amounts of outstanding loans made
7 under RCW 43.86A.060.

8 (3) The formula so devised shall be a matter of public record
9 giving consideration to, but not limited to deposits, assets, loans,
10 capital structure, investments or some combination of these factors.
11 However, if in the judgment of the state treasurer the amount of
12 allocation for certificates of deposit as determined by this section
13 will impair the cash flow needs of the state treasury, the state
14 treasurer may adjust the amount of the allocation accordingly.

15 NEW SECTION. **Sec. 2.** A new section is added to chapter 43.86A RCW
16 to read as follows:

17 The requirements upon the state treasurer in RCW 43.86A.030 are
18 contingent upon at least one additional full-time equivalent employee,
19 which must be dedicated to the deposit investment program, for the
20 purposes of RCW 43.86A.030 and this section, being funded from the
21 state treasurer's service fund created in RCW 43.08.190.

22 NEW SECTION. **Sec. 3.** If specific funding from the state
23 treasurer's service fund created in RCW 43.08.190 for the purpose of
24 providing an additional full-time equivalent employee, dedicated to the
25 deposit investment program, for the purposes of this act, referencing
26 this act by bill or chapter number, is not provided by June 30, 2007,
27 in the omnibus appropriations act, this act is null and void

28 NEW SECTION. **Sec. 4.** (1) This act takes effect the first day of
29 the month immediately following the state treasurer's determination
30 that the contingency in section 2(1) of this act has occurred.

31 (2) The state treasurer must provide notice of the effective date
32 of this act to the legislature, the office of the code reviser, and
33 others as deemed appropriate by the state treasurer.

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