



STATE OF WASHINGTON
PUBLIC DEPOSIT PROTECTION COMMISSION

BRIEFING BOOK

March 22, 2023 Meeting



State of Washington
PUBLIC DEPOSIT PROTECTION COMMISSION

MIKE PELLICCIOTTI Chair
State Treasurer

JAY R. INSLEE Member
Governor

DENNY HECK Member
Lieutenant Governor

- MEETING NOTICE -

PUBLIC DEPOSIT PROTECTION COMMISSION

March 22, 2023, at 3:30 PM

Via Zoom

With public participation via Zoom, telephonically,
and in-person at the Helen Sommers Building Conference Room 2022
Olympia, Washington

YOU ARE HEREBY NOTIFIED that the Public Deposit Protection Commission (PDPC) will hold a Special Meeting, online via Zoom, with virtual public participation via Zoom, telephonically, or in-person at the Helen Sommers Building, Conference Room 2022, Olympia, commencing at approximately 3:30 PM, on the 22nd day of March 2023, to consider the items listed below:

I. PUBLIC DEPOSIT PROTECTION COMMISSION

Call to Order.

1. Minutes. Approval of minutes of the November 29, 2022, meeting.
2. Informational Item - New Public Depository Financial Institution Update: Letter of authorization issued by the Chair authorizing approval request of financial institution for public depository status in accordance with Resolution 2018-3 dated November 13, 2018.
3. Informational Item – Termination Public Depository Financial Institution Update: Letter of authorization issued by the Chair authorizing termination request of financial institution for public depository status in accordance with Resolution 2018-3 dated November 13, 2018.
4. Informational Item: Financial Institutions and PDPC program update.
5. Public Comments.

Adjourn.

Public Zoom Access Information:

To join virtually, please select the following link:

<https://us02web.zoom.us/j/81032510291?pwd=ZEloakFEbIFiZnQ4RW9OMk1mY1RiUT09>

Passcode: 563484

Office of the State Treasurer

P.O. Box 40206 • Olympia, Washington 98504-0206 • (360) 902-8977
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Public Dial-in Access Information:

Participants who wish to participate telephonically, please use the following dial-in information:

Dial-in 253 215 8782, 253 205 0468, or 877 853 5257 (Toll Free)

Webinar ID: 810 3251 0291

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WASHINGTON PUBLIC DEPOSIT PROTECTION COMMISSION

MEETING MINUTES

Olympia, Washington

November 29, 2022

3:23 PM

✘ DRAFT until formally adopted and signed by the Commission Members

The Washington Public Deposit Protection Commission met via Zoom, with an in-person viewing option for the public in Conference Room 1015 of the Helen Sommers Building in Olympia, in special meeting after notice duly given to the public.

Present: State Treasurer Mike Pellicciotti, Chair
Governor Jay Inslee, Member
Lieutenant Governor Denny Heck, Member

Also Present Virtually: Shad Pruitt, Office of the State Treasurer
Mandy Kaplan, Office of the State Treasurer
Stacia Hollar, Office of the Attorney General
Scott Forbes, Office of the Attorney General
Nona Snell, Office of Financial Management
Dallas Roberts, Office of the Lieutenant Governor
Tammie Nuber, Office of the State Treasurer
Anna Borris, Office of the State Treasurer
Jason Richter, Office of the State Treasurer
Danni Colo, Office of the State Treasurer
Molly Johannessen, Office of the State Treasurer

Chair Pellicciotti called the Public Deposit Protection Commission (PDPC) meeting to order at 3:23 PM on November 29, 2022, and noted that all three PDPC members were present, and a quorum was established.

I. Commission Action – Approval of Minutes

Chair Pellicciotti asked for a motion to approve the December 21, 2021, PDPC meeting minutes, Lieutenant Governor Heck motioned approval, Governor Inslee seconded the motion. The motion passed unanimously.

II. Commission Report – New PD Financial Institutions Update

Chair Pellicciotti introduced PDPC Administrator Mandy Kaplan, who provided an update on new public depositaries approved since the last PDPC meeting. These included:

- Approval of Public Depositaries
 - Authority granted to Bank of Idaho, Idaho Falls, Idaho on July 27, 2022
 - Authority granted to Mountain Pacific Bank, Everett, Washington on September 20, 2022

III. Commission Report - Out-of-State/Alien Bank Accounts Update

- Resolution 2022 – L1
 - Approved alien demand account, in Dar es Salaam, Tanzania, last amended by 2019-L3

IV. Public Deposit Protection Commission Overview Update

- Deputy Treasurer Shad Pruitt updated members on the public deposit protection program. He also reported that none of our public depositories are operating under regulatory concern, and that 81 of 82 public depositories met the federal standards for being well capitalized. All of our public depositories are currently favorably rated.

Lieutenant Governor Heck asked who the financial institution was that does not meet the highest federal standards.

Deputy Treasurer Pruitt stated that SaviBank of Skagit County, Washington is just fractionally under the well capitalized standard.

Chair Pellicciotti asked if SaviBank had any public deposits.

Deputy Treasurer Pruitt stated that SaviBank has no uninsured deposits and presents little to no risk for the Commission.

V. Public Comment

No public comment was provided.

Having no further business before the Public Deposit Protection Commission, Chair Pellicciotti adjourned the meeting at 3:32 PM.

**STATE OF WASHINGTON
PUBLIC DEPOSIT PROTECTION COMMISSION**

STATE TREASURER MIKE PELLICCIOTTI, CHAIR

GOVERNOR JAY INSLEE

LIEUTENANT GOVERNOR DENNY HECK

ATTEST:

**MANDY KAPLAN, ADMINISTRATOR
PUBLIC DEPOSIT PROTECTION COMMISSION**



MIKE PELLICCIOTTI, Chair
State Treasurer

JAY R. INSLEE, Member
Governor

DENNY HECK, Member
Lieutenant Governor

State of Washington
PUBLIC DEPOSIT PROTECTION COMMISSION

February 10, 2023

Brenda Worrell, Chief Executive Officer
Idaho Central Credit Union
P.O. Box 2469
Pocatello, Idaho 83206

Dear Chief Executive Officer Worrell:

As the Chair of the Public Deposit Protection Commission (PDPC) and based upon authority delegated under Resolution No. 2018-3, I hereby approve the Idaho Central Credit Union, NCUA Charter #63194, headquartered in Pocatello, Idaho, as a public depository under Washington law. The Credit Union is given the authority to accept public deposits in their Washington State branches under the terms of the Public Deposit Protection Act (chapter 39.58 RCW) effective February 10, 2023.

Idaho Central Credit Union has agreed to pledge eligible collateral to the PDPC in accordance with the provisions of chapter 39.58 RCW and Resolution No. 2018-1, which will include a Letter of Credit held at the Federal Home Loan Bank of Des Moines. Collateral shall be valued at market value, and the total market value pledged shall not be reduced without prior written authorization, from the PDPC.

If you have any questions, please contact Mandy Kaplan, PDPC Administrator at (360) 902-8977 or pdpc@tre.wa.gov.

Sincerely,

Mike Pellicciotti, Chair
Washington State Treasurer

Office of the State Treasurer

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Lieutenant Governor

January 11, 2023

Keary Colwell
Senior Executive Vice President
Chief Administrative Officer/CFO
United Business Bank
500 Ygnacio Valley Road Suite 200
Walnut Creek, California 94596

Dear Senior Executive Vice President Colwell:

We received your letter dated December 21, 2022, stating United Business Bank (FDIC #57716) headquartered in Walnut Creek, California, is requesting to terminate its status as a public depository. Your bank was given the authority to accept public deposits in their Washington state branches under the terms of the Public Deposit Protection Act (chapter 39.58 RCW) effective December 1, 2017.

In accordance with Washington Administrative Code (WAC) 389-12-035, withdrawing public depositories are required to have a zero balance of public funds on deposit and no liability for loss by another public depository. Your bank has reported monthly public deposit balances of zero for the last four quarters and has verified a current zero balance of public funds on deposit.

Therefore, as of January 11, 2023, the Chair of the Commission, based upon authority delegated under Resolution No. 2018-3, hereby approves your request to terminate the bank's public depository status. United Business Bank is no longer eligible to accept Washington public deposits.

If you have any questions, please contact the PDPC Administrator at 360-902-8977 or pdpc@tre.wa.gov

Sincerely,

Mike Pellicciotti, Chair
Washington State Treasurer

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