

WASHINGTON PUBLIC DEPOSIT PROTECTION COMMISSION
OLYMPIA, WASHINGTON

RESOLUTION 2016-1

WHEREAS, the Commission recognizes the decisive and effective actions taken by financial institutions, public depositors, and state and federal regulators to safeguard public funds by strengthening and improving protections afforded to public deposits in Washington State;

WHEREAS, all public depositaries are currently required to fully collateralize uninsured public deposits pursuant to Resolution 2009-1 adopted February 18, 2009; and

WHEREAS, the Commission desires to ease collateral requirements on uninsured public deposits held by public depositaries categorized as Well Capitalized as defined in Subsection (b)(1)(A) of Section 38 of the Federal Deposit Insurance Act (FDIA) [codified as 12 U.S.C. 1831o(b)(1)(A)] or hereafter amended;

NOW, THEREFORE, BE IT RESOLVED that all Well Capitalized public depositaries, as defined in Subsection (b)(1)(A) of Section 38 of the FDIA [12 U.S.C. 1831o(b)(1)(A)] or hereafter amended and as determined by the federal regulatory authority for that public depositary, may collateralize uninsured public deposits at no less than fifty percent.

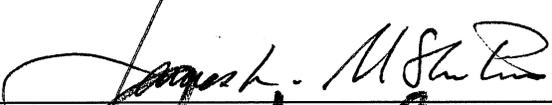
BE IT FURTHER RESOLVED that pursuant to Revised Code of Washington (RCW) 39.58.010(12)(b), public depositaries pledging less than one hundred percent collateral on uninsured public deposits shall have their maximum liability increased to twenty-five percent of (a) all uninsured public deposits held by such public depositary; or (b) the average of the balances of said uninsured public deposits on the last four immediately preceding reports required pursuant to RCW 39.58.100, whichever is greater.

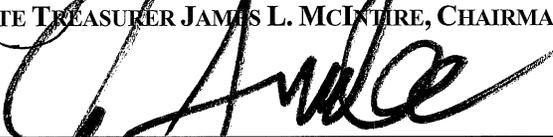
BE IT FURTHER RESOLVED that all public depositaries not categorized as Well Capitalized as defined in Section 38 of the FDIA are required to fully collateralize uninsured public deposits pursuant to Resolution 2009-1.

AND BE IT FURTHER RESOLVED that this Resolution shall become effective July 1, 2016.

ADOPTED at an open meeting of the Washington Public Deposit Protection Commission at Olympia, Washington, after notice thereof duly and regularly given as required by law, this thirty-first day of May, 2016.

STATE OF WASHINGTON
PUBLIC DEPOSIT PROTECTION COMMISSION


STATE TREASURER JAMES L. MCINTIRE, CHAIRMAN


GOVERNOR JAY INSLEE, MEMBER


LIEUTENANT GOVERNOR BRAD OWEN, MEMBER

ATTEST:


NANCY ADAMS, ADMINISTRATOR