

drawn from lease. The said commissioner shall thereupon forward to the State Auditor the said voucher and the State Auditor shall thereupon draw a warrant against the State Game Fund and in favor of the particular fund for which the withdrawn lands have been theretofore held.

Passed the Senate February 19, 1947.

Passed the House March 7, 1947.

Approved by the Governor March 17, 1947.

CHAPTER 131.

[S. B. 198.]

INCORPORATION OF BANK OR TRUST BUSINESS.

AN ACT relating to banking and trust business, and amending section 19, chapter 80, Laws of 1917, as last amended by section 2, chapter 72, Laws of 1929 (sec. 3226, Rem. Rev. Stat.; sec. 309-1, PPC).

Be it enacted by the Legislature of the State of Washington:

SECTION 1. Section 19, chapter 80, Laws of 1917, as last amended by section 2, chapter 72, Laws of 1929 (sec. 3226, Rem. Rev. Stat.; sec. 309-1, PPC), is amended to read as follows:

Five or more persons may incorporate.

Section 19. When authorized by the Supervisor of Banking, as hereinafter provided, five or more natural persons, citizens of the United States, may incorporate a bank or trust company in the manner herein prescribed. No bank shall incorporate for less amount nor commence business unless it have a paid-in capital as follows:

Paid-in capital.

In cities having a population of less than 5,000 . . .	\$25,000.00
In cities having a population of 5,000 and less than 25,000	\$50,000.00
In cities having a population of 25,000 and less than 100,000	\$100,000.00
In cities having a population of 100,000 or more	\$150,000.00

Provided, That on request of any persons desiring to incorporate a bank in a city having a population of 25,000 or over, the Supervisor of Banking shall make an order defining the boundaries of the central business district of such city, which shall include the district in which is carried on the principal retail, financial and office business of such city and banks may be incorporated with a paid-up capital of not less than \$50,000 to be located in such city outside of the central business district of such city as defined by the order of the Supervisor of Banking, which shall be stated in its articles of incorporation, but any such bank which shall be hereafter incorporated to be located outside such central business district, which shall thereafter change its location into such central business district without increasing its capital stock and surplus to the amount required by then existing laws to incorporate a bank within such central business district, shall forfeit its charter and right to do business. The Supervisor of Banking may from time to time change the boundaries of said central business district, if, in his judgment, such action is proper.

Boundaries of business district.

Location outside business district.

Change of location.

Forfeiture of charter.

Change of boundaries.

No trust company shall incorporate for a less amount, nor commence business unless it has a paid-in capital as follows:

Paid-in capital for trust company.

In cities, villages or communities having a population of less than 25,000.....	\$50,000.00
In cities having a population of 25,000 and less than 100,000	100,000.00
In cities having a population of 100,000 or more	200,000.00

In addition to the foregoing, each bank and trust company shall before commencing business have subscribed and paid in to it in the same manner as is required for capital stock, an additional amount equal to at least ten per cent of the capital stock above required. Such additional amount shall be carried in the undivided profit account and may be used to defray organization and operating expenses

Paid up stock.

Additional ten per cent.

of the company. Any sum not so used shall be transferred to the surplus fund of the company before any dividend shall be declared to the stockholders.

Passed the Senate February 24, 1947.

Passed the House March 6, 1947.

Approved by the Governor March 17, 1947.

CHAPTER 132.

[S. B. 200.]

DIRECTORS OF BANKS AND TRUST COMPANIES—FIDELITY BONDS AND INDEMNITY INSURANCE.

AN ACT relating to banking and trust business, prescribing the duties and responsibilities of directors of banks and trust companies with respect to fidelity bonds on officers and employees and indemnity insurance against other common hazards, and amending section 32, chapter 80, Laws of 1917, as amended by section 1, chapter 224, Laws of 1927 (sec. 3239, Rem. Rev. Stat.; sec. 309-35, PPC).

Be it enacted by the Legislature of the State of Washington:

SECTION 1. Section 32, chapter 80, Laws of 1917, as amended by section 1, chapter 224, Laws of 1927 (sec. 3239, Rem. Rev. Stat.; sec. 309-35, PPC), is amended to read as follows:

Section 32. (a) The board of directors of each bank and trust company shall direct and require good and sufficient surety company fidelity bonds issued by a company authorized to engage in the insurance business in the State of Washington on all active officers and employees, whether or not they draw salary or compensation, which bonds shall provide for indemnity to such bank or trust company, on account of any losses sustained by it as the result of any dishonest, fraudulent or criminal act or omission committed or omitted by them acting independently or in collusion or combination with any person or persons. Such bonds may be indi-

Bonds on officers and employees.