

CHAPTER 61.

[H. B. 169.]

CHARGING OFF BAD DEBTS DUE BANKS AND
TRUST COMPANIES.

AN ACT relating to the charging off of debts due banks and trust companies, and amending section 3254 of Remington's Revised Statutes of Washington.

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

Amends
§ 3254, Rem.
Rev. Stat.
(§ 297 P. C.)

SECTION 1. That section 3254 of Remington's Revised Statutes of Washington be amended to read as follows:

Section 3254. Any debt due a bank or trust company on which interest is one year or more past due and unpaid, unless such debt be well secured and in the course of collection by legal process or probate proceedings, or unless such debt be represented by bonds having a determinable market value currently quoted on the New York stock exchange, shall be considered a bad debt, and shall be charged off of the books of such corporation. Such bonds shall be carried on the books of such corporation at such value as the supervisor of banking may from time to time direct, but in no event shall such carrying value exceed the market value thereof. A judgment held by a bank or trust company shall not be considered an asset of the corporation after two years from the date of its rendition unless with the written permission of the supervisor of banking specifying an additional period: *Provided*, That time consumed by any appeal shall be excluded.

Passed the House March 3, 1937.

Passed the Senate March 3, 1937.

Approved by the Governor March 13, 1937.