CHAPTER 73
[Engrossed Substitute Senate Bill No. 4505]
INVESTMENT SERVICE FEES—COUNTY, MUNICIPAL TREASURERS

AN ACT Relating to investment service fees to the county treasurer; and amending section 36.29.020, chapter 4, Laws of 1963 as last amended by section 1, chapter 56, Laws of 1980 and RCW 36.29.020.

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

Section 1. Section 36.29.020, chapter 4, Laws of 1963 as last amended by section 1, chapter 56, Laws of 1980 and RCW 36.29.020 are each amended to read as follows:

The county treasurer shall keep all moneys belonging to the state, or to any county, in his or her own possession until disbursed according to law. The county treasurer shall not place the same in the possession of any person to be used for any purpose; nor shall he or she loan or in any manner use or permit any person to use the same; but it shall be lawful for a county treasurer to deposit any such moneys in any regularly designated qualified public depositary. Any municipal corporation may by action of its governing body authorize any of its funds which are not required for immediate expenditure, and which are in the custody of the county treasurer or other municipal corporation treasurer, to be invested by such treasurer in savings or time accounts in banks, trust companies and mutual savings banks which are doing business in this state, up to the amount of insurance afforded such accounts by the federal deposit insurance corporation, or in savings or time accounts in savings and loan associations which are doing business in this state, up to the amount of insurance afforded such accounts by the federal savings and loan insurance corporation, or in certificates, notes, or bonds of the United States, or other obligations of the United States or its agencies, or of any corporation wholly owned by the government of the United States; in bankers' acceptances purchased on the secondary market, in federal home loan bank notes and bonds, federal land bank bonds and federal national mortgage association notes, debentures and guaranteed certificates of participation, or the obligations of any other government sponsored corporation whose obligations are or may become eligible as collateral for advances to member banks as determined by the board of governors of the federal reserve system or deposit such funds or any portion thereof in investment deposits as defined in RCW 39.58.010 secured by collateral in accordance with the provisions of chapter (1966 Laws ex. sess.)) 39.58 RCW: PROVIDED, Five percent of the interest or earnings, with an annual (minimum of ten dollars or annual) maximum of fifty dollars, on any transactions authorized by each resolution of the governing body shall be paid as an investment service fee to the office of the county treasurer or other municipal corporation treasurer when the interest...
or earnings become available to the governing body: PROVIDED FUR-
THER, That if such investment service fee amounts to five dollars or less
the county treasurer or other municipal corporation treasurer may waive
such fee.

Whenever the funds of any municipal corporation which are not re-
quired for immediate expenditure are in the custody or control of the county
treasurer, and the governing body of such municipal corporation has not
taken any action pertaining to the investment of any such funds, the county
finance committee shall direct the county treasurer to invest, to the maxi-
mum prudent extent, such funds or any portion thereof in savings or time
accounts in mutual savings banks which are doing business in this state, up
to the amount of insurance afforded such accounts by the federal deposit
insurance corporation, or in savings or time accounts in savings and loan
associations which are doing business in this state, up to the amount of in-
surance afforded such accounts by the federal savings and loan insurance
corporation, or in certificates, notes, or bonds of the United States, or other
obligations of the United States or its agencies, or of any corporation wholly
owned by the government of the United States, in bankers' acceptances
purchased on the secondary market, in federal home loan bank notes and
bonds, federal land bank bonds and federal national mortgage association
notes, debentures and guaranteed certificates of participation, or the obliga-
tions of any other government sponsored corporation whose obligations are
or may become eligible as collateral for advances to member banks as de-
termined by the board of governors of the federal reserve system or deposit
such funds or any portion thereof in investment deposits as defined in RCW
39.58.010 secured by collateral in accordance with the provisions of chapter
((Chapter 193, Laws of 1969 ex. sess.)) 39.58 RCW: PROVIDED, That the county
treasurer shall have the power to select the specific qualified financial insti-
tution in which said funds may be invested. The interest or other earnings
from such investments or deposits shall be deposited in the current expense
fund of the county and may be used for general county purposes. The in-
vestment or deposit and disposition of the interest or other earnings there-
from authorized by this paragraph shall not apply to such funds as may be
prohibited by the state Constitution from being so invested or deposited.

Passed the Senate February 9, 1982.
Passed the House March 6, 1982.
Approved by the Governor March 26, 1982.
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