

## CHAPTER 42

[Engrossed House Bill No. 274]

## SAVINGS AND LOAN ASSOCIATIONS

AN ACT Relating to savings and loan associations; amending section 4, chapter 235, Laws of 1945 as last amended by section 14, chapter 3, Laws of 1982 and RCW 33.08.030; and amending section 30.04.020, chapter 33, Laws of 1955 as amended by section 1, chapter 88, Laws of 1981 and RCW 30.04.020.

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

Sec. 1. Section 4, chapter 235, Laws of 1945 as last amended by section 14, chapter 3, Laws of 1982 and RCW 33.08.030 are each amended to read as follows:

A domestic association shall be incorporated either as a stock or a mutual association. The articles of incorporation shall specifically state:

(1) The name of the association, which shall include the words ("~~Savings Association~~" and may include the words "and Loan");

- (a) "Savings association";
- (b) "Savings and loan association"; or
- (c) "Savings bank";

(2) The city or town and county in which it is to have its principal place of business;

(3) The name, occupation, and place of residence of all incorporators, the majority of whom shall be Washington residents;

(4) Its purposes;

(5) Its duration, which may be for a stated number of years or perpetual;

(6) The amount of paid-in savings with which the association will commence business;

(7) The names, occupations, and addresses of the first directors;

(8) Whether the association is organized as a stock or mutual association and who has membership rights and the relative rights of different classes of members of the association.

The articles of incorporation may contain any other provisions consistent with the laws of this state and the provisions of this title pertaining to the association's business or the conduct of its affairs.

Sec. 2. Section 30.04.020, chapter 33, Laws of 1955 as amended by section 1, chapter 88, Laws of 1981 and RCW 30.04.020 are each amended to read as follows:

The name of every bank shall contain the word "bank" and the name of every trust company shall contain the word "trust," or the word "bank." Except as provided in RCW 33.08.030, no person except:

- (1) A national bank;
- (2) A bank or trust company authorized by the laws of this state;

(3) A foreign corporation authorized by this title so to do, shall,

(a) Use as a part of his or its name or other business designation or in any manner as if connected with his or its business or place of business any of the following words or the plural thereof, to wit: "bank," "banking," "banker," "trust."

(b) Use any sign at or about his or its place of business or use or circulate any advertisement, letterhead, billhead, note, receipt, certificate, blank, form, or any written or printed or part written and part printed paper, instrument or article whatsoever, directly or indirectly indicating that the business of such person is that of a bank or trust company.

This section shall not prevent a lender approved by the United States secretary of housing and urban development for participation in any mortgage insurance program under the National Housing Act from using the words "mortgage banker" or "mortgage banking" in the conduct of its business, but only if both words are used together in either of the forms which appear in quotations in this sentence.

Every person who, and every director and officer of every corporation which, to the knowledge of such director or officer violates any provision of this section shall be guilty of a gross misdemeanor.

Passed the House March 2, 1983.

Passed the Senate April 12, 1983.

Approved by the Governor April 19, 1983.

Filed in Office of Secretary of State April 19, 1983.

## CHAPTER 43

[ House Bill No. 285 ]

### MOTOR VEHICLE FUND DISTRIBUTION—CITIES AND TOWNS—CITY STREET MAINTENANCE

AN ACT Relating to motor vehicle fund distributions; and amending section 10, chapter 317, Laws of 1977 ex. sess. and RCW 46.68.115.

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

Sec. 1. Section 10, chapter 317, Laws of 1977 ex. sess. and RCW 46.68.115 are each amended to read as follows:

The sums distributed to cities and towns as set forth in subsection (2) of RCW 46.68.100, as now or hereafter amended, shall be allocated between them as provided by RCW 46.68.110, subject to the provisions of RCW 35.76.050, to be used exclusively: For the construction, improvement, and repair of arterial highways and city streets as those terms are defined in RCW 46.04.030 and 46.04.120(7); for the maintenance of city streets, as approved by the department of transportation, state aid engineer, for those cities with a population of less than five thousand; or for the payment of any