
HOUSE BILL 2407

State of Washington

66th Legislature

2020 Regular Session

By Representatives Kirby and Vick; by request of Department of Financial Institutions

Read first time 01/14/20. Referred to Committee on Consumer Protection & Business.

1 AN ACT Relating to repealing the debenture company laws from the
2 securities act of Washington; amending RCW 21.20.810; and repealing
3 RCW 21.20.705, 21.20.710, 21.20.715, 21.20.717, 21.20.720, 21.20.725,
4 21.20.727, 21.20.730, 21.20.732, 21.20.734, 21.20.740, 21.20.745,
5 21.20.750, 21.20.805, 21.20.815, 21.20.820, 21.20.825, 21.20.830,
6 21.20.835, 21.20.840, 21.20.845, and 21.20.850.

7 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

8 **Sec. 1.** RCW 21.20.810 and 1988 c 244 s 7 are each amended to
9 read as follows:

10 Nothing in RCW 21.20.700 (~~through 21.20.750 and 21.20.815~~
11 ~~through~~), 21.20.702, or 21.20.855 limits the application of other
12 provisions of this chapter.

13 NEW SECTION. **Sec. 2.** The following acts or parts of acts are
14 each repealed:

15 (1) RCW 21.20.705 (Debenture companies—Definitions) and 1988 c
16 244 s 2, 1987 c 421 s 1, 1979 c 140 s 1, & 1973 1st ex.s. c 171 s 6;

17 (2) RCW 21.20.710 (Debenture companies—Capital requirements) and
18 2016 c 61 s 14, 1988 c 244 s 3, & 1973 1st ex.s. c 171 s 7;

19 (3) RCW 21.20.715 (Debenture companies—Maturity date
20 requirements) and 1987 c 421 s 2 & 1973 1st ex.s. c 171 s 8;

1 (4) RCW 21.20.717 (Debenture companies—Controlling person—
2 Exceptions) and 1987 c 421 s 3;

3 (5) RCW 21.20.720 (Debenture companies—Prohibited activities by
4 directors, officers, or controlling persons) and 1993 c 472 s 16,
5 1987 c 421 s 4, 1979 ex.s. c 68 s 41, 1979 c 158 s 87, & 1973 1st
6 ex.s. c 171 s 9;

7 (6) RCW 21.20.725 (Debenture companies—Debentures payable on
8 demand—Interest—Certificates of debenture) and 1988 c 244 s 4 & 1973
9 1st ex.s. c 171 s 10;

10 (7) RCW 21.20.727 (Debenture companies—Acquisition of control—
11 Requirements—Violation—Penalty) and 2016 c 61 s 15 & 1987 c 421 s 5;

12 (8) RCW 21.20.730 (Debenture companies—Acquisition of control—
13 Grounds for disapproval) and 1987 c 421 s 6;

14 (9) RCW 21.20.732 (Debenture companies—Notice of charges—Hearing
15 —Cease and desist orders) and 1988 c 244 s 5 & 1987 c 421 s 7;

16 (10) RCW 21.20.734 (Debenture companies—Temporary cease and
17 desist orders) and 1988 c 244 s 6 & 1987 c 421 s 8;

18 (11) RCW 21.20.740 (Reports—Requirements) and 1997 c 101 s 1,
19 1979 ex.s. c 68 s 42, & 1973 1st ex.s. c 171 s 11;

20 (12) RCW 21.20.745 (Reports—Violations of reporting requirements
21 —Penalties—Contribution) and 1979 ex.s. c 68 s 43 & 1973 1st ex.s. c
22 171 s 12;

23 (13) RCW 21.20.750 (Reports—Suspension of sale of securities
24 until reporting requirements complied with) and 1973 1st ex.s. c 171
25 s 13;

26 (14) RCW 21.20.805 (Effective date—Construction—1973 1st ex.s. c
27 171) and 1973 1st ex.s. c 171 s 14;

28 (15) RCW 21.20.815 (Debenture companies—Equity investments) and
29 1988 c 244 s 8;

30 (16) RCW 21.20.820 (Debenture companies—Loans to any one borrower
31 —Limitations) and 1988 c 244 s 9;

32 (17) RCW 21.20.825 (Debenture companies—Bad debts) and 1988 c 244
33 s 10;

34 (18) RCW 21.20.830 (Debenture companies—Investments in unsecured
35 loans) and 1988 c 244 s 11;

36 (19) RCW 21.20.835 (Debenture companies—Debenture holders—Notice
37 of maturity date of debenture) and 1988 c 244 s 12;

38 (20) RCW 21.20.840 (Debenture companies—Annual financial
39 statement) and 1988 c 244 s 13;

1 (21) RCW 21.20.845 (Debenture companies—Rules) and 1988 c 244 s
2 14; and
3 (22) RCW 21.20.850 (Debenture companies—Record maintenance and
4 preservation—Examination) and 1988 c 244 s 15.

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