



**COLORADO**  
**Department of**  
**Regulatory Agencies**  
Division of Banking

**August 15, 2024**

**STATE BANKING BOARD**  
**3 CCR 701-6 TC7**  
**PERTAINING TO TITLE 11, ARTICLE 109, SECTION 402**  
**COLORADO REVISED STATUTES**

**STATEMENT OF BASIS, PURPOSE AND SPECIFIC STATUTORY AUTHORITY**

Statutory Basis

The statutory basis for Banking Board Rule 3 CCR 701-6 TC7 is found in Section 11-109-402 of the Colorado Revised Statutes.

Purpose of this Rulemaking

The purpose of this rule is to allow trust companies to deviate on an exception basis from Generally Accepted Accounting Principles (GAAP) when filing certain supervisory and regulatory documents with state and federal agencies.

The purpose of this rulemaking is to amend Rule 3 CCR 701-6 TC7.

The Colorado Division of Banking (Division) finds that the proposed amendments this rule are necessary as follows:

- Include standards issued by the Financial Accounting Standards Board (FASB) as part of the definition of GAAP.
- Clarify the Accounting Principles Board (APB) was the precursor to the FASB.
- Update the organizational structure of the Financial Accounting Foundation as well as indicate the APB is no longer in existence.
- Remove reference verbiage as GAAP changes routinely and trust companies should prepare financial statements and reports in conformance with current GAAP requirements, not those that were in effect as of the date of the Rule.

Rulemaking Authority

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|-------------|--|
| 11-101-102. | Declaration of policy.   |
| 11-102-104. | Powers and duties of the banking board.  |
| 11-109-103. | Applicability of powers of banking board and bank commissioner to trust companies. |
| 11-109-402. | Reports to the banking board and to the commissioner.                              |

