

2019 Regular Session

HOUSE BILL NO. 159

BY REPRESENTATIVE BERTHELOT

Prefiled pursuant to Article III, Section 2(A)(4)(b)(i) of the Constitution of Louisiana.

BANKS/BANKING: Provides relative to the forms of security banks may use to secure funds deposited by local governments

1 AN ACT

2 To enact R.S. 39:1221(7), (8), and (9) and 1242(A)(4), (5), and (6), relative to security for
3 bank deposits made by local government; to provide relative to authorized securities;
4 and to provide for related matters.

5 Be it enacted by the Legislature of Louisiana:

6 Section 1. R.S. 39:1221(7), (8), and (9) and 1242(A)(4), (5), and (6) are hereby
7 enacted to read as follows:

8 §1221. Security for deposits; kinds

9 Local depositing authorities shall require as security for deposits:

10 * * *

11 (7) Notwithstanding any other law to the contrary, any obligation, security,
12 or investment that a political subdivision of the state may invest in directly as
13 provided in R.S. 33:2955.

14 (8) Letters of credit issued by the Federal Home Loan Bank as authorized by
15 R.S. 6:318 or 748.1.

16 (9) Any recognized system or program providing Federal Deposit Insurance
17 Corporation insurance coverage as authorized by R.S. 6:319.

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