

SENATE BILL 2043

By McNally

AN ACT to amend Tennessee Code Annotated, Title 9,
Chapter 4, relative to the public deposits.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 9-4-502(14), is amended by redesignating the existing language a subsection (a) and by adding the following as a new subsection (b):

Public deposit shall also mean funds which are held by a bond trustee under a bond trust agreement where the State or a local government has issued bonds and appoints the bond trustee to hold funds set apart for payment of debt service on the bonds even though the entire beneficial interest is not owned by a public depositor and as such, these public deposits may be invested in the pooled investment fund authorized in § 9-4-603 or the local government investment pool authorized by Title 9, Chapter 4, Part 7.

SECTION 2. This act shall be effective upon becoming the law, the public welfare requiring it.