

HOUSE BILL NO. HB0188

Investment of public funds-interest bearing deposits.

Sponsored by: Representative(s) Stubson and Senator(s) Coe

A BILL

for

1 AN ACT relating to public funds; providing that public
2 funds may be invested in interest bearing deposits as
3 specified; and providing for an effective date.

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5 *Be It Enacted by the Legislature of the State of Wyoming:*

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7 **Section 1.** W.S. 9-4-831(a)(ix)(intro), (B)(I) through
8 (IV), (x)(intro) and (B)(I) through (IV) is amended to
9 read:

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11 **9-4-831. Investment of public funds.**

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13 (a) The state treasurer, or treasurer of any
14 political subdivision, municipality or special district of
15 this state, and the various boards of trustees and boards
16 of directors of county hospitals, airports, fairs and other

1 duly constituted county boards and commissions, may invest
2 in:

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4 (ix) ~~Certificates of deposit~~ Interest bearing
5 deposits of a savings and loan association or a federal
6 savings bank authorized to do business in this state to the
7 extent that they are fully insured by the federal deposit
8 insurance corporation, or:

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10 (B) The federal savings bank or savings and
11 loan association is otherwise authorized as a depository as
12 prescribed by law and:

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14 (I) In lieu of a pledge of assets
15 securing ~~a certificate of~~ an interest bearing deposit, a
16 selected savings and loan association or federal savings
17 bank ~~simultaneously~~ shall arrange for the deposit of the
18 public funds in ~~certificates of deposit~~ interest bearing
19 deposits in one (1) or more banks or savings and loan
20 associations or federal savings banks wherever located in
21 the United States, for the account of the public funds
22 depositor;

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1 (II) At the same time the public funds
2 are deposited ~~and the certificates of deposit are issued~~
3 ~~for the benefit of the public funds depositor~~ pursuant to
4 this subparagraph, the selected savings and loan
5 association or federal savings bank shall receive an amount
6 of deposits from customers of other ~~banks or savings and~~
7 ~~loan associations or federal savings banks~~ financial
8 institutions equal to the amount of the public funds
9 initially placed by the public funds depositor;

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11 (III) Each ~~certificate of~~ interest
12 bearing deposit shall be insured by the federal deposit
13 insurance corporation; and

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15 (IV) The selected savings and loan
16 association or federal savings bank shall act as custodian
17 for the public funds depositor with respect to the
18 ~~certificates of deposit issued for~~ interest bearing
19 deposits placed in the public funds depositor's account.

20
21 (x) ~~Certificates of deposit~~ Interest bearing
22 deposits of a bank authorized to do business in this state
23 to the extent that they are fully insured by the federal
24 deposit insurance corporation or:

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(B) The bank is otherwise authorized as a depository as prescribed by law and:

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(I) In lieu of a pledge of assets securing ~~a certificate of deposit~~ an interest bearing deposit, a selected bank ~~simultaneously~~ shall arrange for the deposit of the public funds in ~~certificates of deposit~~ interest bearing deposits in one (1) or more banks or savings and loan associations or federal savings banks wherever located in the United States, for the account of the public funds depositor;

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(II) At the same time the public funds are deposited ~~and the certificates of deposit are issued for the benefit of the public funds depositor~~ pursuant to this subparagraph, the selected bank shall receive an amount of deposits from customers of other ~~banks or savings and loan associations or federal savings banks~~ financial institutions equal to the amount of the public funds initially placed by the public funds depositor;

1 (III) Each ~~certificate of~~ interest
2 bearing deposit shall be insured by the federal deposit
3 insurance corporation; and

4

5 (IV) The selected bank shall act as
6 custodian for the public funds depositor with respect to
7 the ~~certificates of deposit issued for~~ interest bearing
8 deposits placed in the public funds depositor's account.

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10 **Section 2.** This act is effective July 1, 2013.

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(END)