

HCS HB 1308 -- SECURITY OF MONEYS DEPOSITED BY THE STATE
TREASURER (Wells)

COMMITTEE OF ORIGIN: Committee on Financial Institutions

Currently, an irrevocable standby letter of credit issued by a Federal Home Loan Bank must possess the highest rating issued by at least one nationally recognized statistical rating agency to be acceptable collateral for public deposits. This substitute repeals the requirement that the letter be issued by a Federal Home Loan Bank possessing the highest rating and allows a letter of credit issued by any Federal Home Loan Bank to be an acceptable collateral for public deposits.

FISCAL NOTE: No impact on state funds in FY 2013, FY 2014, and FY 2015.