

HB 1473 -- COUNTY FUNDS DEPOSITARY BIDDING

SPONSOR: Dugger

COMMITTEE ACTION: Voted "Do Pass" by the Standing Committee on Banking by a vote of 8 to 0. Voted "Do Pass" by the Select Committee on Financial Institutions and Taxation by a vote of 10 to 0.

This bill changes the deposit requirement from 1.5% of the county general revenue of the preceding year to be deposited to \$2,500 as a guaranty of good faith of the bidding banking corporation or association when bidding as a depository of county funds.

PROPONENTS: Supporters say that this makes the requirement uniform and will allow smaller banks to be involved. A deposit of \$2,500 as a good faith deposit will match the school district requirement.

Testifying for the bill were Representative Dugger; Missouri Bankers Association; and Missouri Independent Bankers Association Inc.

OPPONENTS: There was no opposition voiced to the committee.

OTHERS: Others testifying on the bill say that current law creates a huge hardship on some counties, less banks are bidding today, and this bill could lead to greater bidding competition.

Testifying on the bill were Missouri Association of Counties and Dallas County Treasurer.