

CHAPTER 133

GOVERNMENT - STATE

HOUSE BILL 14-1289

BY REPRESENTATIVE(S) McNulty, Holbert, McLachlan, Moreno, Pabon, Williams, Court, Fields, Labuda, Lawrence, Pettersen, Salazar, Schafer, Swalm;
also SENATOR(S) Johnston, Hodge, Scheffel, Ulibarri.

AN ACT

CONCERNING THE REINVESTMENT OF UNUSED GOVERNMENTAL MONEYS HELD BY A FINANCIAL INSTITUTION THAT ARE IN EXCESS OF THE AMOUNT INSURED BY THE FEDERAL DEPOSIT INSURANCE CORPORATION IN ACCOUNTS OF OTHER FINANCIAL INSTITUTIONS.

Be it enacted by the General Assembly of the State of Colorado:

SECTION 1. In Colorado Revised Statutes, 24-75-603, **amend** (4) (b), (4) (c), (4) (d), and (4) (e) as follows:

24-75-603. Depositories. (4) In lieu of or in addition to other statutory authorization for the investment of public funds, any public funds that are not needed for current operating expenses may be invested in accordance with the following conditions:

(b) The selected eligible public depository simultaneously shall arrange for the ~~deposit~~ REDEPOSIT of any public funds initially placed in such eligible public depository that are in excess of the amount insured by the federal deposit insurance corporation, or its successor, in one or more ~~certificates of deposit~~ ACCOUNTS fully insured by the federal deposit insurance corporation in one or more other banks or savings and loan associations wherever located in the United States, for the account of the public entity;

(c) ~~At the same time~~ ON THE SAME DATE THAT the public funds are deposited and ~~the certificates of deposit are issued for the benefit of the public entity~~ REDEPOSITED, the eligible public depository shall receive an amount of deposits from customers of other banks or savings and loan associations equal to the amount of the public funds initially placed by the public entity;

Capital letters indicate new material added to existing statutes; dashes through words indicate deletions from existing statutes and such material not part of act.

(d) Each such ~~certificate of deposit shall~~ ACCOUNT MUST be insured by the federal deposit insurance corporation;

(e) The selected eligible public depository shall act as custodian for the public entity with respect to the ~~certificates of deposit issued for~~ IN the public entity's account;

SECTION 2. Safety clause. The general assembly hereby finds, determines, and declares that this act is necessary for the immediate preservation of the public peace, health, and safety.

Approved: April 25, 2014