

1 SB282
2 136408-4
3 By Senator Taylor
4 RFD: Governmental Affairs
5 First Read: 09-FEB-12

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4 ENGROSSED

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7 A BILL
8 TO BE ENTITLED
9 AN ACT

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11 To amend Section 41-14-30, Code of Alabama 1975,
12 relating to deposit of state funds in qualified public
13 depositories; to expand the types of investments in which the
14 State Treasurer may invest.

15 BE IT ENACTED BY THE LEGISLATURE OF ALABAMA:

16 Section 1. Section 41-14-30, Code of Alabama 1975,
17 is amended to read as follows:

18 "§41-14-30.

19 "(a) The State Treasurer may deposit the money of
20 the state in any available bank product in any bank or savings
21 association that is a qualified public depository under
22 Chapter 14A of this title and that has been designated as a
23 state depository according to law, so long as ~~said~~ the bank or
24 savings association agrees to pay interest on ~~a portion of~~
25 ~~said~~ the money ~~as provided in this article.~~

26 "(b) The State Treasurer may invest so much of ~~said~~
27 the funds as he or she may deem appropriate, ~~but not in excess~~

1 ~~of 20% of total state moneys,~~ in bonds, notes, or treasury
2 bills of the United States or in obligations of any agency or
3 instrumentality of the United States of America, including but
4 not limited to the Federal Land Bank, Federal Home Loan Bank,
5 Federal National Mortgage Association, Federal Intermediate
6 Credit Bank, banks for cooperatives, Resolution Trust
7 Corporation, or any of its other agencies, or in any other
8 obligations guaranteed as to principal and interest by the
9 United States, or in money market mutual funds which invest
10 solely in securities otherwise authorized in this section.

11 "(c) Funds may also be invested in such obligations
12 of the United States or its agencies under a repurchase
13 agreement for a shorter time than the maturity date of the
14 security itself.

15 "(d) Funds may also be invested in commercial paper
16 with the highest quality credit rating at the time of purchase
17 and in banker's acceptances."

18 Section 2. This act shall become effective
19 immediately following its passage and approval by the
20 Governor, or its otherwise becoming law.

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Senate

Read for the first time and referred to the Senate
committee on Governmental Affairs..... 09-FEB-12

Read for the second time and placed on the calen-
dar 1 amendment..... 28-FEB-12

Read for the third time and passed as amended 22-MAR-12

Yeas 30
Nays 0

Patrick Harris
Secretary