

SENATE FILE NO. SF0042

Public funds-investments.

Sponsored by: Joint Minerals, Business and Economic  
Development Interim Committee

A BILL

for

1 AN ACT relating to public funds; eliminating the  
2 requirement to keep funds on deposit in Wyoming; providing  
3 for additional investments of public funds; and providing  
4 for an effective date.

5

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

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8 **Section 1.** W.S. 9-4-817(a)(intro) and 9-4-831(a)(iv),  
9 (ix) and (x) are amended to read:

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11 **9-4-817. Deposits by political subdivisions; selected**  
12 **institutions; security; withdrawals.**

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14 (a) To the extent they are not otherwise invested,  
15 the monies collected and held by a treasurer of a political  
16 subdivision, municipality or special district within this

1 state shall be deposited ~~and kept on deposit at all times~~  
2 in:

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

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6 (a) The state treasurer, or treasurer of any  
7 political subdivision, municipality or special district of  
8 this state, and the various boards of trustees and boards  
9 of directors of county hospitals, airports, fairs and other  
10 duly constituted county boards and commissions, may invest  
11 in:

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13 (iv) In accordance with W.S. 9-4-803 with  
14 respect to the state and W.S. 9-4-817 with respect to local  
15 governments, deposits in financial institutions located  
16 within the state of Wyoming which offer federal deposit  
17 insurance corporation insurance on deposits in the  
18 institutions;

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20 (ix) Certificates of deposit of a savings and  
21 loan association or a federal savings bank authorized to  
22 do business in this state to the extent that they are fully  
23 insured by the federal deposit insurance corporation, or:

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1                   (A) Secured by a pledge of assets and are  
2 the federal savings bank or savings and loan association is  
3 otherwise authorized as a depository as prescribed by law;  
4 or

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6                   (B) The federal savings bank or savings and  
7 loan association is otherwise authorized as a depository as  
8 prescribed by law and:

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10                   (I) In lieu of a pledge of assets  
11 securing a certificate of deposit, a selected savings and  
12 loan association or federal savings bank simultaneously  
13 shall arrange for the deposit of the public funds in  
14 certificates of deposit in one (1) or more banks or savings  
15 and loan associations or federal savings banks wherever  
16 located in the United States, for the account of the public  
17 funds depositor;

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19                   (II) At the same time the public funds  
20 are deposited and the certificates of deposit are issued  
21 for the benefit of the public funds depositor, the selected  
22 savings and loan association or federal savings bank shall  
23 receive an amount of deposits from customers of other banks  
24 or savings and loan associations or federal savings banks

1 equal to the amount of the public funds initially placed by  
2 the public funds depositor;

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4 (III) Each certificate of deposit  
5 shall be insured by the federal deposit insurance  
6 corporation; and

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8 (IV) The selected savings and loan  
9 association or federal savings bank shall act as custodian  
10 for the public funds depositor with respect to the  
11 certificates of deposit issued for the public funds  
12 depositor's account.

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14 (x) Certificates of deposit of a bank authorized  
15 to do business in this state to the extent that they are  
16 fully insured by the federal deposit insurance corporation  
17 or:

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19 (A) Secured by a pledge of assets and ~~are~~  
20 the bank is otherwise authorized as a depository as  
21 prescribed by law; or

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

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(I) In lieu of a pledge of assets securing a certificate of deposit, a selected bank simultaneously shall arrange for the deposit of the public funds in certificates of deposit 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;

(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, the selected bank shall receive an amount of deposits from customers of other banks or savings and loan associations or federal savings banks equal to the amount of the public funds initially placed by the public funds depositor;

(III) Each certificate of deposit shall be insured by the federal deposit insurance corporation; and

(IV) The selected bank shall act as custodian for the public funds depositor with respect to

1 the certificates of deposit issued for the public funds  
2 depositor's account.

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4       **Section 2.** This act is effective immediately upon  
5 completion of all acts necessary for a bill to become law  
6 as provided by Article 4, Section 8 of the Wyoming  
7 Constitution.

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(END)