

RÉSUMÉ DIGEST

ACT 99 (HB 159)

2019 Regular Session

Berthelot

Existing law requires a bank to provide security for deposits made by a political subdivision of the state. Specifies acceptable securities.

New law authorizes the following additional forms of security for such deposits:

- (1) Any obligation, security, or investment that a political subdivision may invest in directly.
- (2) Letters of credit issued by the Federal Home Loan Bank.
- (3) Any recognized system or program providing Federal Depositors Insurance Corp. insurance coverage.

Effective August 1, 2019

(Adds R.S. 39:1221(7), (8), and (9) and 1242(A)(4), (5), and (6)).