

# PROPOSED AMENDMENT

## SB 289 # 3

### DIGEST

Public depositories. Provides that if a financial institution that has a branch or principal office in the county or political subdivision is willing to accept public funds, but the rate of interest offered to the county or political subdivision by the financial institution is lower, by more than one-half percentage point, than the one month constant maturity rate as reported by the Federal Reserve at the time the board of finance for the county or political subdivision obtains an interest rate quote from the financial institution, the board of finance for the county or political subdivision may treat the financial institution as if the financial institution was not located within the county or political subdivision. Makes a conforming change.

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- 1 Page 1, line 4, delete "other than counties".
- 2 Page 1, line 14, after "or" delete "the".
- 3 Page 1, line 16, reset in roman "the board of".
- 4 Page 1, line 17, reset in roman "finance of the county and".
- 5 Page 2, line 9, delete "If" and insert "**Subject to subsection (h), if**".
- 6 Page 2, line 11, reset in roman "county or".
- 7 Page 2, delete line 42, begin a new paragraph and insert:  
8 "**(h) If a financial institution that has a branch or principal**  
9 **office in the county or political subdivision is willing to accept**  
10 **public funds, but the rate of interest offered to the county or**  
11 **political subdivision by the financial institution is lower, by more**  
12 **than one-half (0.5) percentage point, than the one (1) month**  
13 **constant maturity rate as reported by the Federal Reserve at the**  
14 **time the board of finance for the county or political subdivision**  
15 **obtains an interest rate quote from the financial institution, the**  
16 **board of finance for the county or political subdivision may treat**  
17 **the financial institution as if the financial institution was not**  
18 **located within the county or political subdivision.**".
- 19 Delete page 3.  
(Reference is to SB 289 as introduced.)