

2020 Regular Session

HOUSE BILL NO. 575

BY REPRESENTATIVE THOMPSON

FUNDS/FUNDING: Relative to security for deposit of funds

1 AN ACT

2 To enact R.S. 49:321(A)(5) through (7) and (G), relative to collateral for deposits of state
3 funds; to provide relative to the types of instruments that may be required as
4 collateral; to provide relative to restrictions on certain types of instruments used as
5 collateral; and to provide for related matters.

6 Be it enacted by the Legislature of Louisiana:

7 Section 1. R.S. 49:321(A)(5) through (7) and (G) are hereby enacted to read as
8 follows:

9 §321. Security for deposit of funds; checks and drafts of departments

10 A. State depositing authorities shall require as security for deposits of state
11 funds either:

12 * * *

13 (5) Notwithstanding any other provision of law to the contrary, any
14 obligation, security, or investment that the state may invest in directly as provided
15 in R.S. 49:327.

16 (6) Bonds, debentures, notes, or other indebtedness issued by a state of the
17 United States of America other than Louisiana or any such state's political
18 subdivisions. The indebtedness shall have a long-term rating of A3 or higher by
19 Moody's Investors Service, a long-term rating of A- or higher by Standard & Poor's,
20 a long-term rating of A- or higher by Fitch, Inc., a short-term rating of M1G1 or

