An Act

ENROLLED SENATE
BILL NO. 1511

By: Sparks of the Senate

and

Kirby of the House

An Act relating to public finance; amending 62 O.S. 2011, Section 348.1, as amended by Section 1, Chapter 51, O.S.L. 2013 (62 O.S. Supp. 2013, Section 348.1), which relates to authorized investments; modifying application of certain authorization to include political subdivisions; and providing an effective date.

SUBJECT: Public entity investments

BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:

SECTION 1. AMENDATORY 62 O.S. 2011, Section 348.1, as amended by Section 1, Chapter 51, O.S.L. 2013 (62 O.S. Supp. 2013, Section 348.1), is amended to read as follows:

Section 348.1. A. Except as otherwise provided for by law, a county treasurer, when authorized by the board of county commissioners by a written investment policy, ordinance or resolution or the treasurer of any city or town, when authorized by the appropriate governing body by a written investment policy, ordinance or resolution, shall invest monies in the custody of the treasurer in:

1. Direct obligations of the United States Government, its agencies or instrumentalities to the payment of which the full faith and credit of the Government of the United States is pledged, or

obligations to the payment of which the full faith and credit of this state is pledged;

2. Collateralized or insured certificates of deposits of savings and loan associations, banks, savings banks and credit unions located in this state, when the certificates of deposit are secured by acceptable collateral as provided by law, or fully insured certificates of deposit at banks, savings banks, savings and loan associations and credit unions located out of state;

3. Savings accounts or savings certificates of savings and loan associations, banks, and credit unions, to the extent that the accounts or certificates are fully insured by the Federal Deposit Insurance Corporation;

4. Investments as authorized by Section 348.3 of this title which are fully collateralized in investments specified in paragraphs 1 through 3 of this section, and where the collateral has been deposited with a trustee or custodian bank in an irrevocable trust or escrow account established for such purposes; or

5. County, municipal or school district direct debt obligation for which an ad valorem tax may be levied or bond and revenue anticipation notes, money judgments against such county, municipality or school district ordered by a court of record or bonds or bond and revenue anticipation notes issued by a public trust for which such county, municipality or school district is a beneficiary thereof. All collateral pledged to secure public funds shall be valued at no more than market value. The income received from that investment may be placed in the general fund of the governmental subdivision to be used for general governmental operations, the sinking fund, the building fund, or the fund from which the investment was made.

B. The provisions of this section shall not apply to investments made by organizations of municipalities created for the purpose of securing benefits and services relating to insurance for Oklahoma municipalities <u>or other political subdivisions</u>.

SECTION 2. This act shall become effective November 1, 2014.

Passed the Senate the 11th day of March, 2014.

Presiding Officer of the Senate

Passed the House of Representatives the 7th day of April, 2014.

Presiding Officer of the House
of Representatives

OFFICE OF THE GOVERNOR

Received by the Office of the Governor this 8th

day of April, 2014, at 2:35 o'clock P M.

By: Audrey Rockwell

Approved by the Governor of the State of Oklahoma this 14th

day of April, 2014, at 2:58 o'clock P M.

Mary Fallin

Governor of the State of Oklahoma

OFFICE OF THE SECRETARY OF STATE

Received by the Office of the Secretary of State this 14th

day of April, 2014, at 3:04 o'clock P. M.

By: Chris Benge