

# SB3208



## 98TH GENERAL ASSEMBLY

State of Illinois

2013 and 2014

SB3208

Introduced 2/11/2014, by Sen. Christine Radogno

### SYNOPSIS AS INTRODUCED:

30 ILCS 225/1

from Ch. 102, par. 34

Amends the Public Funds Deposit Act. Makes a technical change in a Section concerning deposits.

LRB098 14164 JWD 48755 b

A BILL FOR

1 AN ACT concerning finance.

2 **Be it enacted by the People of the State of Illinois,**  
3 **represented in the General Assembly:**

4 Section 5. The Public Funds Deposit Act is amended by  
5 changing Section 1 as follows:

6 (30 ILCS 225/1) (from Ch. 102, par. 34)

7 Sec. 1. Deposits. Any treasurer or other custodian of  
8 public funds may deposit such funds in a savings and ~~and~~ loan  
9 association, savings bank, or State or national bank in this  
10 State. When such deposits become collected funds and are not  
11 needed for immediate disbursement, they shall be invested  
12 within 2 working days at prevailing rates or better. The  
13 treasurer or other custodian of public funds may require such  
14 bank, savings bank, or savings and loan association to deposit  
15 with him or her securities guaranteed by agencies and  
16 instrumentalities of the federal government equal in market  
17 value to the amount by which the funds deposited exceed the  
18 federally insured amount. Any treasurer or other custodian of  
19 public funds may accept as security for public funds deposited  
20 in such bank, savings bank, or savings and loan association any  
21 securities or other eligible collateral authorized by Sections  
22 11 and 11.1 of the Deposit of State Moneys Act (15 ILCS 520/11  
23 and 11.1) or Section 6 of the Public Funds Investment Act (30

1 ILCS 235/6). Such treasurer or other custodian is authorized to  
2 enter into an agreement with any such bank, savings bank, or  
3 savings and loan association, with any federally insured  
4 financial institution or trust company, or with any agency of  
5 the U.S. government relating to the deposit of such securities.  
6 Any such treasurer or other custodian shall be discharged from  
7 responsibility for any funds for which securities are so  
8 deposited with him or her, and the funds for which securities  
9 are so deposited shall not be subject to any otherwise  
10 applicable limitation as to amount.

11 No bank, savings bank, or savings and loan association  
12 shall receive public funds as permitted by this Section, unless  
13 it has complied with the requirements established pursuant to  
14 Section 6 of the Public Funds Investment Act.

15 (Source: P.A. 93-561, eff. 1-1-04.)