

## 1 VIRGINIA ACTS OF ASSEMBLY — CHAPTER

2 *An Act to amend and reenact § 2.1-361 of the Code of Virginia, relating to the Virginia Security for*  
3 *Public Deposits Act; exemption for certain deposits.*

4 [H 457]

5 Approved

6 **Be it enacted by the General Assembly of Virginia:**7 **1. That § 2.1-361 of the Code of Virginia is amended and reenacted as follows:**

8 § 2.1-361. Public deposits to be secured as provided in this chapter; exemptions.

9 A. Upon and after January 1, 1974, all public deposits in qualified public depositories which are  
10 required to be secured by other provisions of law or by a public depositor shall be secured pursuant to  
11 this chapter.

12 B. *This chapter, however, shall not apply to deposits made by the State Treasurer in out-of-state*  
13 *financial institutions related to master custody and tri-party repurchase agreements, provided (i) such*  
14 *deposits do not exceed ten percent of average monthly investment balances and (ii) the out-of-state*  
15 *financial institutions used for this purpose have a short-term deposit rating of not less than A-1 by*  
16 *Standard & Poor's Rating Service or P-1 by Moody's Investors Service, Inc., respectively.*

ENROLLED

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