

Department of Planning and Budget 2010 Fiscal Impact Statement

1. Bill Number: HB1036

House of Origin	<u> X </u>	Introduced	<u> </u>	Substitute	<u> </u>	Engrossed
Second House	<u> </u>	In Committee	<u> </u>	Substitute	<u> </u>	Enrolled

2. Patron: Byron

3. Committee: Commerce and Labor

4. Title: Virginia Security for Public Deposits Act.

5. Summary: Makes several amendments to the Virginia Security for Public Deposits Act, which is administered by the Treasury Board. The bill changes the definition of public funds to public deposits and expands the definition to include the various funds that are held by public entities, and requires all of those funds to be collateralized. In addition, the bill allows thrift institutions, including savings banks and savings and loan associations, to participate in the collateral pool, which was previously only available to banks. The bill also (i) clarifies the procedure for payment of losses in the event of a default, (ii) adds definitions for qualified escrow agent, public depositor, pooled method, and dedicated method, and (iii) makes several technical amendments.

6. No fiscal impact.

7. Budget Amendment Necessary: No.

8. Fiscal Implications: None.

9. Specific Agency or Political Subdivisions Affected: Department of the Treasury, Treasury Board.

10. Technical Amendment Necessary: No.

11. Other Comments: SB 456 is the companion to this bill.

Date: 2/3/2010 tmw

Document: G:\2010 Session\Legislation\HB1036.Doc