

SENATE MOTION

MADAM PRESIDENT:

I move that Engrossed House Bill 1297 be amended to read as follows:

1 Page 1, between the enacting clause and line 1, begin a new
2 paragraph and insert:

3 "SECTION 1. IC 5-13-9-8 IS AMENDED TO READ AS
4 FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 8. Any investing
5 officer of a political subdivision that makes a deposit in any deposit or
6 other account may be required to pay a service charge to the depository
7 in which the funds are deposited, if the depository requires all
8 customers to pay the charge for providing that service. However, the
9 service charge imposed must be considered in the computation of the
10 interest rate for determining which depositories are entitled to
11 investments as prescribed by sections 4 and 5 of this chapter. If the
12 total service charge cannot be computed before the investment, the
13 investing officer shall estimate the service charge and adjust the
14 interest rate based on this estimate. The service charge may be paid:

- 15 (1) by direct charge to the deposit or other account; or
16 (2) in ~~any other a manner mutually agreed upon by the investing~~
17 ~~officer and the depository: that subtracts the service charge~~
18 ~~from interest earned on the funds in the deposit or other~~
19 ~~account."~~

20 Page 2, after line 42, begin a new paragraph and insert:

21 "SECTION 3. IC 5-13-11-3 IS AMENDED TO READ AS
22 FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 3. The contract
23 may provide for the depository to assess a service charge for its
24 management of the investment cash management system. The service
25 charge may be paid:

- 26 (1) by direct charge to the deposit or other account; or
27 (2) in ~~any other a manner mutually agreed upon by the investing~~
28 ~~officer and the depository: that subtracts the service charge~~
29 ~~from interest earned on the funds in the deposit or other~~
30 ~~account."~~

- 1 Renumber all SECTIONS consecutively.
 (Reference is to EHB 1297 as printed March 25, 2011.)

Senator HOLDMAN