

107TH CONGRESS
1ST SESSION

H. R. 1899

To amend the Federal Deposit Insurance Act with respect to municipal deposits.

IN THE HOUSE OF REPRESENTATIVES

MAY 17, 2001

Mr. GILLMOR (for himself, Mr. BEREUTER, Mrs. JONES of Ohio, and Mr. NEY) introduced the following bill; which was referred to the Committee on Financial Services

A BILL

To amend the Federal Deposit Insurance Act with respect to municipal deposits.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE.**

4 This Act may be cited as the “Municipal Deposit In-
5 surance Protection Act of 2001”.

6 **SEC. 2. FDIC INSURANCE OF MUNICIPAL DEPOSITS.**

7 Section 11(a)(2) of the Federal Deposit Insurance
8 Act (12 U.S.C. 1821(a)(2)) is amended by adding at the
9 end the following:

10 “(C) MUNICIPAL DEPOSITORS.—

1 “(i) IN GENERAL.—Notwithstanding subpara-
2 graph (A), the deposits of in-State municipal deposi-
3 tors at an insured depository institution shall be in-
4 sured in an aggregate amount not to exceed the
5 total equity capital of the institution.

6 “(ii) DEFINITIONS.—In this subparagraph—

7 “(I) the term ‘in-State municipal depositor’
8 means a municipal depositor that is located in
9 the same State as the office or branch of the
10 insured depository institution at which the de-
11 posits of that depositor are held; and

12 “(II) the term ‘municipal depositor’ means
13 a depositor described in any of clauses (i)
14 through (v) of subparagraph (A).”.

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