



Missouri Revised Statutes

Title VI: County, Township and Political Subdivision Government Chapter 67: Political Subdivisions, Miscellaneous Powers Section 67.085: Investment of Certain Public Funds, Conditions

Notwithstanding any law to the contrary, any political subdivision of the state and any other public entity in Missouri may invest funds of the public entity not immediately needed for the purpose to which such funds or any of them may be applicable provided each public entity meets the requirements for separate deposit insurance of public funds permitted by federal deposit insurance and in accordance with the following conditions:

- (1) The public funds are invested through a financial institution which has been selected as a depository of the funds in accordance with the applicable provisions of the statutes of Missouri relating to the selection of depositories and such financial institution enters into a written agreement with the public entity;
- (2) The selected financial institution arranges for the deposit of the public funds in deposit accounts in one or more financial institutions wherever located in the United States, for the account of the public entity;
- (3) Each such deposit account is insured by federal deposit insurance for one hundred percent of the principal and accrued interest of the deposit;
- (4) The selected financial institution acts as custodian for the public entity with respect to such deposit accounts; and
- (5) On the same date that the public funds are deposited under subdivision (2) of this section, the selected financial institution receives an amount of deposits from customers of other financial institutions equal to the amount of the public funds initially invested by the public entity through the selected financial institution.¹

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¹ Highlight added editorially; participating banks should take note that the rule requires the bank to take reciprocal deposits in order to qualify under these provisions.