



OFFICE OF THE GOVERNOR

CHESTER J. CULVER
GOVERNOR

PATTY JUDGE
LT. GOVERNOR

April 11, 2008

The Honorable Michael Mauro
Secretary of State
State Capitol Building
LOCAL

Dear Mr. Secretary:

I hereby transmit:

House File 2385, an Act relating to allowable investments by the treasurer of state and other authorized state agencies.

The above House File is hereby approved this date.

Sincerely,

A handwritten signature in black ink, appearing to read "Culver", written over the word "Sincerely,".

Chester J. Culver
Governor

CJC:bdj

cc: Secretary of the Senate
Chief Clerk of the House





HOUSE FILE 2385

AN ACT
RELATING TO ALLOWABLE INVESTMENTS BY THE TREASURER OF STATE AND
OTHER AUTHORIZED STATE AGENCIES.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

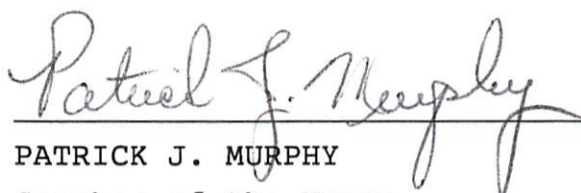
Section 1. Section 12B.10, subsection 4, paragraph a, Code 2007, is amended by adding the following new subparagraph:

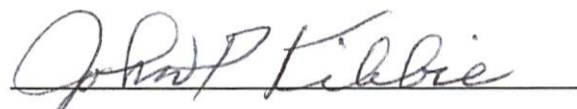
NEW SUBPARAGRAPH. (9) Obligations of the Iowa finance authority issued pursuant to chapter 16, bearing interest at market rates, provided that at the time of purchase the Iowa finance authority has an issuer credit rating within the two highest classifications or the obligations to be purchased are rated within the two highest classifications, as established by at least one of the standard rating services approved by the superintendent of banking by rule adopted pursuant to chapter 17A.

Sec. 2. Section 12C.9, subsection 1, Code 2007, is amended to read as follows:


1. The treasurer of state and all other state agencies authorized to invest funds and the treasurer or other designated financial officer of each political subdivision including each school corporation shall invest the proceeds of notes, bonds, refunding bonds, and other evidences of indebtedness, and funds being accumulated for the payment of principal and interest or reserves in investments set out in section 12B.10, subsection 4, paragraph "a", subparagraphs (1) through ~~(7)~~ (9), section 12B.10, subsection 5, paragraph "a", subparagraphs (1) through (7), an investment contract, or tax-exempt bonds. The investment shall be as defined and permitted by section 148 of the Internal Revenue Code and

applicable regulations under that section. An investment contract or tax-exempt bonds shall be rated within the two highest classifications as established by at least one of the standard rating services approved by the superintendent of banking by rule adopted pursuant to chapter 17A.

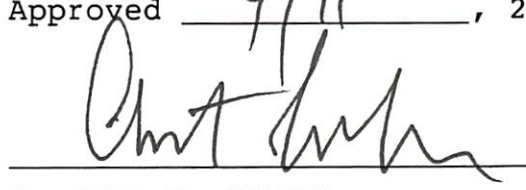

PATRICK J. MURPHY
Speaker of the House


JOHN P. KIBBIE
President of the Senate

I hereby certify that this bill originated in the House and is known as House File 2385, Eighty-second General Assembly.


MARK BRANDSGARD
Chief Clerk of the House

Approved 4/11, 2008


CHESTER J. CULVER
Governor