

AN ACT

RELATING TO FINANCIAL INSTITUTIONS; CLARIFYING THE
REQUIREMENT FOR SECURITY FOR PUBLIC DEPOSITS; DECLARING AN
EMERGENCY.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO:

Section 1. Section 6-10-16.1 NMSA 1978 (being Laws
1981, Chapter 332, Section 20) is amended to read:

"6-10-16.1. SECURITY FOR PUBLIC DEPOSITS. -- All
deposits of public funds shall be secured by securities as
defined in Section 6-10-16 NMSA 1978 in the amount required
by law or by surety bonds as provided for in Section 6-10-15
NMSA 1978. A surety company that issues a surety bond
pursuant to this section shall be rated in the highest
category by at least one nationally recognized statistical
rating agency. "

Section 2. EMERGENCY. -- It is necessary for the public
peace, health and safety that this act take effect
immediately. _____