

HB 2526 -- FINANCIAL TRANSACTIONS INVOLVING PUBLIC FUNDS

SPONSOR: Owen

Currently, the selection of a banking institution by cities of the third and fourth class is covered under Sections 95.280, 95.285, and 95.355, RSMo. This bill repeals those sections and enacts a new section to govern the selection of a State-chartered or Federally chartered banking institution by municipalities, as defined in the bill.

The bill specifies a competitive selection process that addresses due diligence, safe custody of funds, interest rates, services, compliance with State and Federal regulations, and convenience and efficiency of treasury functions. The bill also covers the financial institution's response to a municipality's request for proposals, evaluation of proposals, the contents of contracts, and the required retention period for records of the selection process.

This bill is the same as SB 1292 (2024).