

CHAPTER 118A

DEPOSIT AND INVESTMENT OF
LOCAL PUBLIC FUNDS

118A.05 Contracts and agreements.

118A.05 CONTRACTS AND AGREEMENTS.*[For text of subs 1 to 4, see M.S.2004]*

Subd. 5. **Guaranteed investment contracts.** Agreements or contracts for guaranteed investment contracts may be entered into if they are issued or guaranteed by United States commercial banks, domestic branches of foreign banks, United States insurance companies, or their Canadian subsidiaries, or the domestic affiliates of any of the foregoing. The credit quality of the issuer's or guarantor's short- and long-term unsecured debt must be rated in one of the two highest categories by a nationally recognized rating agency. Should the issuer's or guarantor's credit quality be downgraded below "A", the government entity must have withdrawal rights.

History: 2005 c 152 art 1 s 2