



Federal Home Loan Bank
NEW YORK

New Jersey Legislation Pertaining to the Collection of Deposits

For City, Municipal, State or Court Transaction or Non-Transaction Deposits

New Jersey Statutes Annotated

N.J.S.A. 17:9-41. Definitions - In this act, unless the context otherwise requires:... "Eligible Collateral" means:...(e) Obligations, letters of credit, or other securities or evidence of indebtedness constituting the direct and general obligation of a federal home loan bank or federal reserve bank;

N.J.S.A. 17:9-41 et seq. , - Definition of a Public Depository - "Public depository" means a State or federally chartered bank, savings bank, credit union, or an association located in this State or a state or federally chartered bank, savings bank, credit union, or an association located in another state with a branch office in this State, the deposits of which are insured by the Federal Deposit Insurance Corporation or the National Credit Union Share Insurance Fund and which receives or holds public funds on deposit;
Effective August 12, 2011

New Jersey Administration Code 3:1-4.13

N.J.A.C. 3:1-4.13 Eligible Collateral - In addition to obligations otherwise authorized in N.J.S.A. 17:9-41, eligible collateral shall also include irrevocable stand-by letters of credit issued by the Federal Home Loan Bank of New York. The Commissioner shall review and approve the form of all such letters of credit proposed by a public depository as eligible collateral under this section. Further, the original letter of credit shall be held by the Commissioner