

Hello. It looks like you're using an ad blocker that may prevent our website from working properly. To receive the best experience possible, please make sure any blockers are switched off and refresh the page.

If you have any questions or need help you can email us

A majority of the nation's state treasurers are expressing their concerns about an imminent vote by the Board of Governors of the Federal Reserve System, the FDIC and the OCC that treasurers believe will negatively impact the finances of state governments across the country.

Isaac M. O'Bannon • Sep. 02, 2014



NATIONAL ASSOCIATION OF
STATE TREASURERS

A majority of the nation's state treasurers are expressing their concerns about an imminent vote by the Board of Governors of the Federal Reserve System, the FDIC and the OCC that treasurers believe will negatively impact the finances of state governments across the country.

The regulators are scheduled to vote tomorrow (Wednesday, Sept. 3) on the liquidity coverage ratio (LCR) final rule. Recent news reports indicate that federal regulators may vote to exclude municipal securities from the definition of "high quality liquid assets." The effect of this decision would directly reduce demand from large banks for investing in state and local communities, according to the treasurers.

"As stewards of our states' coffers and protectors of our states' financial resources, state treasurers were surprised to learn that federal regulators quietly posted their intent before the Labor Day Holiday to vote on significant and potentially very harmful rules," noted the treasurers, in a written opinion.

These rules — termed the Basel III Liquidity Coverage Rule – have the potential to

Hello. It looks like you're using an ad blocker that may prevent our website from working properly. To receive the best experience possible, please make sure any blockers are switched off and refresh the page.

If you have any questions or need help you can email us

security to be defined as a high quality liquid asset.

Accounting • Taxes

CPA Practice Advisor is registered with the National Association of State Boards of Accountancy (NASBA) as a sponsor of continuing professional education on the National Registry of CPE Sponsors.

© 2024 Firmworks, LLC. All rights reserved