

## RESOLUTION

### EXTENSION OF FDIC INSURANCE COVERAGE

#### **Support for FDIC's proposed amendment to extend guarantee of deposits held in qualifying noninterest-bearing transaction accounts until at least June 30, 2010**

**WHEREAS,** the National Association of State Treasurers resolved March 8, 2009 to urge the Federal Deposit Insurance Corporation and other regulators to recognize the key role of public deposits when the FDIC acts to strengthen and support financial institutions at this challenging time for the nation's economy;

**WHEREAS,** approximately \$700 billion in public and private funds deposited nationwide in fully insured accounts covered by the Transaction Account Guarantee program now provides an important source of liquidity for many financial institutions; and

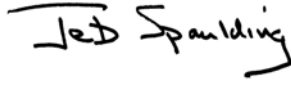
**WHEREAS,** FDIC has proposed rulemaking to extend the Transaction Account Guarantee program to June 30, 2010, which in many instances will strengthen protections for public funds by maintaining full insurance coverage for qualifying noninterest-bearing accounts until economic conditions improve;

**NOW THEREFORE BE IT RESOLVED,** that the National Association of State Treasurers supports FDIC's proposed amendment to extend the Transaction Account Guarantee program until June 30, 2010 to provide added stability and predictability at this still-fragile time for the economy and the financial system on which it depends. We further encourage FDIC to consider a longer extension to December 31, 2010 to allow more time for economic conditions to improve.

**BE IT FURTHER RESOLVED,** that the National Association of State Treasurers encourages State Treasurers to communicate with financial institution regulators and industry representatives about how this proposed extension will effectively sustain the safety and security of public funds in their states.

**BE IT FURTHER RESOLVED,** that the National Association of State Treasurers urges State Treasurers to provide official comment to FDIC in support of the proposed extension of the Transaction Account Guarantee program by July 30, 2009.

Approved this 1<sup>st</sup> Day of September, 2009 by  
the National Association of State Treasurers

A handwritten signature in black ink that reads "Jeb Spaulding". The signature is written in a cursive style with a horizontal line above the first few letters of "Jeb".

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Hon. Jeb Spaulding  
NAST President  
Vermont State Treasurer