

**A Resolution of the Joint Legislative Audit and Review Commission directing staff to study the benefits of placing more public deposits, investments and other Treasury managed funds with banks operating within the Commonwealth versus out-of-state institutions.**

WHEREAS, it is desirable that individuals, families and businesses of all sizes thrive within the Commonwealth; and

WHEREAS, in order for consumers to make significant purchases and for job creation and businesses to grow, lending facilities must be readily available to qualified borrowers; and

WHEREAS, deposits are the primary source to fund lending by banks; and

WHEREAS, there has been a shift by the State Treasurer in recent years to direct state deposits and investments, as well as funds managed by the State Treasury towards out-of-state institutions that do not pay taxes within the Commonwealth and that do not generally make loans available to Virginia businesses; and

WHEREAS, the Joint Legislative Audit and Review Commission (JLARC) has not evaluated the impact of moving such state monies into out-of-state institutions; now, therefore, be it

RESOLVED, the staff be directed to study the benefits of placing more public deposits, investments and other Treasury managed funds with banks operating within the Commonwealth. The staff shall complete its work and submit a report of its findings and recommendations to the Commission by November 1, 2010