



**NOTE:**

Pursuant to PDPC **Resolution 2018-1**, public depositaries categorized as Well Capitalized may collateralize uninsured public deposits at no less than fifty (50) percent. Public depositaries categorized below Well Capitalized are required to fully secure uninsured deposits (i.e., 100% collateral).

**Federal Deposit Insurance Act – Section 38:**

A bank is “well capitalized” if it has (i) a total risk-based capital ratio of 10 percent or greater, (ii) a Tier 1 risk-based capital ratio of 6 percent or greater, and a leverage ratio of 5 percent or greater.

**Federal Credit Union Act – Section 216:**

An insured credit union is “well capitalized” if it has a net worth ratio of not less than 7 percent.