CENTRAL BANK OF LIBERIA ACT OF 1999

AN ACT TO AMEND AND RE-ENACT THE CENTRAL BANK OF LIBERIA ACT OF 1999

Approved by the Senate and House of Representatives of the Republic of Liberia (2020)

CHAPTER I — ESTABLISHMENT AND OBJECTIVES

Section 1. Functional Independence: The Central Bank of Liberia shall operate as an autonomous statutory corporation with full functional and operational independence in achieving its primary objective of price stability.
Section 2. Core Functions: The Bank shall have sole authority to issue banknotes and coins, hold and manage official foreign exchange reserves, license and supervise financial institutions, and act as fiscal agent to the Government of Liberia.

CHAPTER II — GOVERNANCE STRUCTURE

Section 3. Board of Governors: The supreme policy-making body of the Bank shall be the Board of Governors, comprising the Executive Governor and non-executive governors appointed by the President of the Republic of Liberia subject to Senate confirmation for a term of five (5) years.

CHAPTER III — MONETARY POWERS AND LEGAL TENDER

Section 4. Currency Unit: The Liberian Dollar (LRD) is the official unit of currency. The Bank shall establish reserve requirements and credit limits to ensure domestic financial stability.