Senate Study Bill 1294

SENATE FILE _______
BY (PROPOSED COMMITTEE ON LOCAL GOVERNMENT BILL BY CHAIRPERSON QUIRMBACH)

Passed Senate, Date ____________ Passed House, Date _____________
Vote: Ayes _______ Nays ________ Vote: Ayes _______ Nays _________
Approved ______________________________

A BILL FOR

An Act providing an exemption from standards and requirements otherwise applicable to the investment of public funds by specified state departments, agencies, and political subdivisions.
BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:
TLSB 2093SC 83
rn/rj/8

Section 1. Section 12B.10, subsection 6, Code 2009, is amended by adding the following new paragraph:

NEW PARAGRAPH. l. Investments in a qualified trust established pursuant to governmental accounting standards board statement numbers forty=three and forty=five which is governed by a board of trustees of a joint investment trust organized pursuant to chapter 28E and that is registered with the federal securities and exchange commission under the federal Investment Company Act of 1940, 15 U.S.C. } 80(a).

EXPLANATION

This bill provides an exemption from standards and requirements otherwise applicable to the investment of public funds pursuant to Code section 12B.10. The exemption allows a joint investment trust organized pursuant to Code chapter 28E that has established a qualified trust for cities and counties to fund future liabilities for "other postemployee benefits" as defined in specified government accounting standards board statements to invest in long=term securities such as equities.
LSB 2093SC 83
rn/rj/8