

**House Study Bill 59 - Introduced**

HOUSE FILE \_\_\_\_\_

BY (PROPOSED COMMITTEE ON  
LOCAL GOVERNMENT BILL BY  
CHAIRPERSON WAGNER)

**A BILL FOR**

1 An Act providing an exemption from standards and requirements  
2 otherwise applicable to the investment of public funds  
3 by specified state departments, agencies, and political  
4 subdivisions.

5 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 Section 1. Section 12B.10, subsection 6, Code 2011, is  
2 amended by adding the following new paragraph:

3 NEW PARAGRAPH. 1. Investments in a qualified trust  
4 established pursuant to governmental accounting standards board  
5 statement number forty-three that is governed by a board of  
6 trustees of a joint investment trust organized pursuant to  
7 chapter 28E and that is registered with the federal securities  
8 and exchange commission under the federal Investment Company  
9 Act of 1940, 15 U.S.C. § 80(a).

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EXPLANATION

11 This bill provides an exemption from standards and  
12 requirements otherwise applicable to the investment of public  
13 funds pursuant to Code section 12B.10. The exemption allows a  
14 joint investment trust organized pursuant to Code chapter 28E  
15 that has established a qualified trust for cities and counties  
16 to fund future liabilities for "other postemployee benefits"  
17 as defined in specified government accounting standards board  
18 statements to invest in long-term securities such as equities.