

MAINE STATE LEGISLATURE

The following document is provided by the
LAW AND LEGISLATIVE DIGITAL LIBRARY
at the Maine State Law and Legislative Reference Library
<http://legislature.maine.gov/lawlib>



Reproduced from scanned originals with text recognition applied
(searchable text may contain some errors and/or omissions)

(Filing No. H-1126)

STATE OF MAINE
HOUSE OF REPRESENTATIVES
108TH LEGISLATURE
SECOND REGULAR SESSION

HOUSE AMENDMENT "A" to COMMITTEE AMENDMENT "A" to H.P. 1975,
L.D. 2061, Bill, "AN ACT to Improve the Short-term Investment
Capabilities and Debt Management of the State."

Amend the amendment by inserting before the next to the
last paragraph the following:

'The Treasurer of State shall negotiate with the depository
banks of the various municipalities and counties for the following
local depository services. Banks shall wire daily surplus funds to
an Augusta based bank that shall be the depository bank for the
Treasurer of State cash pool program. The Treasurer of State shall
have the sole authority for investing such idle funds as may accumu-
late at the central depository bank. The Treasurer of State shall
make the decision as ^{to} which bank he will use as the main depository
bank for the Treasurer of State cash pool program.'

The Treasurer of State shall post a bond to ensure the faithful
performance of his duties in the amount of \$500,000 for the
protection of the various municipalities and counties that become
members of the Treasurer of State cash pool program. The cost of
the bond shall be borne by fees paid by the participating municipal-
ities and counties. Eligible securities for investment shall be
those approved for investments of state funds under this section.'

Statement of Fact

This amendment would allow \longleftrightarrow the Treasurer of the State, as the investing authority, to make immediate investments on behalf of the municipalities in order to expedite the flow of idle funds to a money market for the purpose of receiving income from the investment.

Filed by Mr. Marshall of Millinocket.

Reproduced and distributed under the direction of the Clerk
of the House.
3/7/78

(Filing No. H-1126)