

Chapter 41

TRUSTS

ARTICLE I

Local Government Investment Trust

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[HISTORY: Adopted by the Borough Council of the Borough of Montoursville: Art. I, 9-14-1981 as Ord. No. 274. Amendments noted where applicable.]

ARTICLE I

Local Government Investment Trust

[Adopted 9-14-1981 as Ord. No. 274]

§ 41-1. Election to join.

This municipality shall join with other municipalities in accordance with the Pennsylvania Intergovernmental Cooperation Act¹ by becoming a settlor of the Pennsylvania Local Government Investment Trust (the Trust) and entering into the Declaration of Trust, which is adopted by reference with the same effect as if it had been set out verbatim in this section and a copy of which shall be filed with the minutes of the meeting at which this Article was adopted.²

§ 41-2. Authority.

This municipality is authorized to purchase shares in the Trust from time to time with available municipal funds and to redeem some or all of those shares from time to time as funds are needed for municipal purposes. These actions are to be taken by the officers designated for this purpose, pursuant to general or specific instructions by the governing body adopting this Article.

§ 41-3. Custody of funds.

The Trustees of the Trust are designated as having official custody of this municipality's funds which are invested by the purchase of shares in the Trust.

¹ Editor's Note: See 53 P.S. § 481 et seq.

² Editor's Note: Said Declaration of Trust is on file in the borough offices.

§ 41-4. Statutory requirements.

As required by the Intergovernmental Cooperation Act,³ the following matters are specifically found and determined:

- A. The conditions of the agreement are set forth in the Declaration of Trust referred to in § 41-1.⁴
- B. This municipality's participation in the Trust shall be terminable at any time by ordinance.
- C. The Declaration of Trust and the purchase of its shares are for the purpose of investing this municipality's funds in obligations which are otherwise legal investments as part of a pooled arrangement with other governmental units, thereby achieving economic and other advantages of pooled investments.
- D. It is not necessary to finance the agreement authorized herein from municipal funds except through the purchase of shares in the Trust.
- E. The Trust shall be managed by a Board of Trustees as set forth in the Declaration of Trust and the bylaws provided for therein.
- F. Shares may be purchased and redeemed from time to time as this municipality may determine to be necessary or appropriate to meet its cash investment requirements.

³ Editor's Note: See 53 P.S. § 481 et seq.

⁴ Editor's Note: The Declaration of Trust is on file in the borough offices.