

Subject Expanding authority for investment of local public funds

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Overview

This bill amends and adds provisions in chapter 118A, which governs deposit and investment of local public funds, to expand eligibility and investment authority for qualifying governments.

Summary

Section	Description
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| 1 | <p>Definition; qualifying government.</p> <p>Expands the qualifying government entities that may invest in certain long-term equity investments to include counties and statutory or home rule charter cities that have a long-term, senior, general obligation rating by one or more national rating organizations of AA or higher.</p> <p>Effective the day following final enactment.</p> |
| 2 | <p>Additional investment authority.</p> <p>Makes a technical change to describe the conditions of index mutual fund investments for qualifying governments.</p> <p>Effective the day following final enactment.</p> |
| 3 | <p>Self-insurance pools; additional investment authority.</p> <p>Codifies a new section 118A.10 that authorizes municipal self-insurance pools to invest in the same investments authorized for investment by the Minnesota State Board of Investment and described under section 11A.24. Before investing, the municipal self-insurance pool must adopt an investment policy pursuant to a resolution that states that the risk of loss, the funds invested, and the investments themselves are understood.</p> <p>Effective the day following final enactment.</p> |



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