

**HOUSE . . . . . No. 6292**

---

**The Commonwealth of Massachusetts**

---

HOUSE OF REPRESENTATIVES, May 1, 1980.

The committee on Local Affairs, to whom were referred the petition (accompanied by bill, House, No. 1114) of James V. Young and John F. Melia relative to deposits made by cities, towns and districts; and the petition (accompanied by bill, House, No. 6196) of Andrew S. Natsios relative to investments of funds by cities, towns, districts and regional school districts, reports recommending that the accompanying bill (House, No. 6292) ought to pass.

For the committee,

**ROBERT A. VIGNEAU**

## The Commonwealth of Massachusetts

---

In the Year One Thousand Nine Hundred and Eighty.

---

AN ACT PERTAINING TO DEPOSITS OF CITIES, TOWNS AND DISTRICTS.

*Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:*

1 Section 55 of chapter 44, as assembled by chapter 128 of the Acts  
2 of 1976, is further amended by striking the last sentence thereof and  
3 inserting in place thereof the following sentence:

4 A treasurer of a city, town, district or regional school district  
5 may invest such portion of revenue cash as he shall deem not  
6 required to pay expenses until such cash is available and all or any  
7 part of the proceeds from the issue of bonds and notes, prior to  
8 their application to the payment of liabilities incurred for the  
9 purposes for which the bonds or notes were authorized, in certifi-  
10 cates of deposits in trust companies, national banks or banking  
11 companies, or in United States treasury bills and federal funds, or  
12 in United States government securities or securities of United  
13 States government agencies purchased under an agreement with a  
14 trust company, national bank or banking company to repurchase  
15 at not less than the original purchase price of said securities on a  
16 fixed date, not to exceed ninety days, or in participation units in a  
17 combined investment fund under section thirty-eight A of chapter  
18 twenty-nine, *or in banker's acceptances as defined in chapter 168,*  
19 *Section 49, Subsection 2;* provided, however, that no temporary  
20 notes in anticipation of revenue shall be issued under section four  
21 as long as any revenue cash, exclusive of revenue sharing or other  
22 revenue cash the use of which is restricted to purposes other than  
23 current maintenance expenses, remains so invested.