

THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL  
No. 1339 Session of  
1975

INTRODUCED BY KOWALYSHYN, RUGGIERO, SELTZER, KISTLER AND  
W. W. FOSTER, JUNE 2, 1975

REFERRED TO COMMITTEE ON JUDICIARY, JUNE 3, 1975

AN ACT

1 Amending Title 71 (State Government) of the Pennsylvania  
2 Consolidated Statutes providing for the investment of funds.

3 The General Assembly of the Commonwealth of Pennsylvania  
4 hereby enacts as follows:

5 Section 1. Section 5931 of Title 71, act of November 25,  
6 1970 (P.L.707, No.230), known as the Pennsylvania Consolidated  
7 Statutes, added March 1, 1974 (No.31), is amended by adding a  
8 subsection to read:

9 § 5931. Management of fund and accounts.

10 \* \* \*

11 (k) Bonds of Federal, State or local governments or agencies  
12 or authorities thereof shall be proper areas for fund  
13 investment: Provided, however, That such bonds are backed by the  
14 full faith and credit of the respective governments and that  
15 such bonds bear a rate of interest commensurate with the risk  
16 involved. Bonds of Federal, State or local governments, or  
17 agencies or authorities thereof which are backed only by a moral  
18 obligation to pay shall never be proper investments for the

1 fund.

2       Section 2. Any law or part of law inconsistent with the  
3 provisions of this act are repealed.

4       Section 3. This act shall take effect immediately.