

1 HB73  
2 188446-2  
3 By Representative Farley (N & P)  
4 RFD: Jefferson County Legislation  
5 First Read: 09-JAN-18  
6 PFD: 01/04/2018

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9 A BILL  
10 TO BE ENTITLED  
11 AN ACT  
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13 Relating to the City of Pleasant Grove in Jefferson  
14 County; to amend Section 45-37A-411 of the Code of Alabama  
15 1975, to further provide for the investment and use of the  
16 proceeds from the sale of the gas and water distribution  
17 systems.

18 BE IT ENACTED BY THE LEGISLATURE OF ALABAMA:

19 Section 1. Section 45-37A-411 of the Code of Alabama  
20 1975, is amended to read as follows:

21 "§45-37A-411.

22 "(a) In the event the Utilities Board of the City of  
23 Pleasant Grove or the City of Pleasant Grove should receive  
24 proceeds from the sale of its gas and water distribution  
25 systems, there shall be established an investment fund named  
26 Pleasant Grove Gas and Water Systems Sale Investment Fund.

1 This fund shall receive money from other sources in addition  
2 to that received from the sale of the gas and water systems.

3 " (b) The trust fund shall be invested ~~only in United~~  
4 ~~States Securities, or in investments secured by an agency of~~  
5 ~~the United States government. Only 90 percent of the~~ in any  
6 legal investments authorized by state law, including  
7 securities, warrants, bonds, bank accounts, and other  
8 investments that have been declared as legal investments for  
9 publicly held funds. The interest therefrom shall be spent in  
10 the trust fund may be expended or used for any lawful purpose,  
11 ~~unless approved by a vote of two-thirds of the qualified~~  
12 ~~electors in the City of Pleasant Grove If approved by such~~  
13 ~~voters, any portion of the aforesaid investment fund,~~  
14 ~~principal and interest, may be used or spent for lawful~~  
15 ~~purposes. Up to 10 percent of the principal in the trust fund~~  
16 may be expended each year for the purchase, repair, and  
17 replacement of municipal infrastructure and equipment. All  
18 expenditures from the fund shall be by resolution or ordinance  
19 of the city council."

20 Section 2. This act shall become effective on the  
21 first day of the third month following its passage and  
22 approval by the Governor, or its otherwise becoming law.