

HB444 INTRODUCED



1 HB444
2 36SRVZZ-1
3 By Representative Paramore (N & P)
4 RFD: Local Legislation
5 First Read: 11-Apr-24



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A BILL
TO BE ENTITLED
AN ACT

Related to the City of Troy in Pike County; to amend Sections 2 through 4 of Act 1996-459, 1996 Regular Session (Acts 1996, p. 574); to further provide for the City of Troy Investment Trust Fund.

BE IT ENACTED BY THE LEGISLATURE OF ALABAMA:

Section 1. Sections 2 through 4 of Act 1996-459, 1996 Regular Session (Acts 1996, p. 574), are amended to read as follows:

"(a) For the purposes of this section, the following terms have the following meanings:

(1) AUTHORIZED REPRESENTATIVE. Either of the following:

a. The Mayor of the City of Troy.

b. Any other officer of the city designated as an authorized representative by the council.

(2) CITY. The City of Troy.

(3) COUNCIL. The governing body of the city.

(4) FUND. The City of Troy Investment Trust Fund established by this section.

(5) PERMITTED INVESTMENT. Any of the following:

a. United States Securities.



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29 b. Investments secured by an agency of the United
30 States.

31 c. Any other investment into which municipal funds may
32 be invested under Section 11-81-21, Code of Alabama 1975, or
33 any other law of this state, including, without limitation,
34 obligations into which sinking funds may be invested.

35 (6) TRUSTEE. The trustee of the fund.

36 ~~Section 2.~~ (b) There is ~~hereby~~ established ~~an Investment~~
37 ~~Trust Fund called~~ the "City of Troy Investment Trust Fund." On
38 ~~the effective date of this act~~ May 15, 1996, there shall be
39 transferred into the fund the ~~moneys~~ monies then held in the
40 City of Troy Investment Fund established by Ordinance ~~No.~~ 123
41 adopted by the ~~City Council of the City of Troy~~ council on
42 October 2, 1995, and holding certain proceeds derived by the
43 city from the sale of Edge Regional Medical Center. At the
44 discretion of the ~~City Council of the City of Troy~~ council, the
45 fund ~~established by this act~~ shall also, from time to time,
46 receive money from other sources which, when received, will
47 become part of the trust corpus and become subject to the
48 terms of this ~~act~~ section.

49 ~~Section 3.~~ (c) (1) The fund ~~established by this act~~ shall
50 be invested only in ~~United States Securities, or in~~
51 ~~investments secured by an agency of the United States~~
52 ~~Government, in accordance with state and federal law~~ permitted
53 investments.

54 (2) The trustee shall invest or reinvest the monies in
55 the fund in permitted investments.

56 (3) The trustee, at the written direction of an



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57 authorized representative, shall invest or reinvest monies
58 from the fund in specified permitted investments.

59 (4) Each fiscal year, 90 percent of the income received
60 from the fund shall be paid from the fund to the City of Troy
61 General Fund.

62 (5) Each fiscal year, 10 percent of the income received
63 by the fund shall be retained in the fund and shall become a
64 part of the corpus of the fund.

65 (6) Only 90 percent of the income of the fund shall be
66 spent, obligated, or used for any lawful purpose, unless
67 approved by a vote of two-thirds of the qualified electors in
68 the ~~City of Troy city~~ who cast a vote in an election in which
69 ~~such the~~ question appears on the ballot.

70 (7) If approved by a vote of two-thirds of the
71 qualified electors in the ~~City of Troy city~~ who cast a vote in
72 an election in which ~~such the~~ question appears on the ballot,
73 any portion of the fund ~~(principal and earnings)~~ may be used,
74 spent, or obligated for lawful purposes.

75 ~~Section 4.~~ (d) The ~~City of Troy city~~ shall be reimbursed
76 for all future costs or expenses incurred by the ~~City of Troy~~
77 ~~which are city~~ related to or ~~which arise arising~~ from the
78 operation or the sale of Edge Regional Medical Center,
79 reimbursement to be made by payment from the retained income
80 ~~or,~~ the corpus of the fund, or a combination thereof."

81 Section 2. This act shall become effective on October
82 1, 2024.