

Local Government (Investments) Bill 1982

NOTES ON CLAUSES

The purpose of this Bill is to enable the establishment of a Local Government Investment Service operated by the Municipal Association of Victoria.

Clause 1 is a clause in the usual form, containing provisions relating to the short title and commencement of the Act.

Clause 2 makes a number of amendments to the *Municipal Association Act 1907* to permit the establishment of the Service. The Association is authorized to do all things necessary or convenient for or in connection with the operation of the Service:

Sub-clause (c) inserts new sections 13 to 20 into the Municipal Association Act.

Proposed new section 13 contains definitions.

Proposed new section 14 provides that the Municipal Association is to establish and keep a fund to be called the Local Government Investment Service Fund.

Proposed new section 15 prescribes what moneys may be paid into the Fund.

Proposed new section 16 details how the Association is to apply money in the fund.

Proposed new section 17 provides that the Association may accept money on deposit from member municipal councils and local governing organizations established by municipal councils.

Proposed new section 18 specifies the form of investments that may be made from money held in the fund. These will be generally in accord with section 4 of the *Trustee Act 1958*.

Proposed new section 19 will enable the Association to obtain temporary financial accommodation.

Proposed new section 20 contains the accounting and auditing provisions for the fund. An annual financial report on the operation of the fund is to be laid before Parliament.

Clause 3 amends section 248 (2) of the *Local Government Act 1958* to enable municipal councils to deposit money with the fund.

