(Draft No. 1.2 – H.5) 2/28/2017 - TA/BAW - 03:30 PM

1	TO THE HOUSE OF REPRESENTATIVES:
2	The Committee on Government Operations to which was referred House
3	Bill No. 5 entitled "An act relating to investment of town cemetery funds"
4	respectfully reports that it has considered the same and recommends that the
5	bill be amended as follows:
6	First: In Sec. 1, 18 V.S.A. § 5384 (payment to treasurer; record;
7	investment), in subdivision (b)(1), by striking out subdivision (E) and inserting
8	in lieu thereof the following:
9	(E) or in the shares of an investment company, or an investment trust,
10	which such as a mutual fund, closed-end fund or unit investment trust, that is
11	registered under the federal Investment Company Act of 1940, as amended, if
12	such mutual investment fund has been in operation for at least 10 five years
13	and has net assets of at least \$10,000,000.00 \$100,000,000.00; or
14	Second: In Sec. 1, 18 V.S.A. § 5384 (payment to treasurer; record;
15	investment), in subdivision (b)(2), by striking out subdivisions (A)–(B) and
16	inserting in lieu thereof the following:
17	(2)(A) However, in towns a town that elect elects trustees of public
18	funds, such cemetery funds shall be invested by such the trustees in any of the
19	securities hereinbefore enumerated in this section, and the income thereof paid
20	to the proper officers as the same falls due.

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1	(B) The trustees may delegate management and investment of
2	cemetery funds to the extent that is prudent under the terms of the trust or
3	endowment, and in accordance with Uniform Prudent Management of
4	Institutional Funds Act, 14 V.S.A. § 3415 (delegation of investment functions).
5	An agent exercising a delegated management or investment function shall
6	invest cemetery funds in any of the securities enumerated in this section.
7	(Committee vote:)
8	
9	Representative
10	FOR THE COMMITTEE