

an Authority is empowered to borrow money or accept grants or other financial assistance from the [Federal] Government, for or in aid of any of its operations. It is the purpose and intent of this act to authorize every Authority to do any and all things necessary or desirable to secure the financial aid or cooperation of the [Federal] Government in any of its operations.

Section 13. Section 19 of the act, amended May 20, 1949 (P. L. 1621), is amended to read:

Section 19. Records and Reports.—

(a) The books and records of an Authority shall at all times be open and subject to inspection by the [State Planning Board] Department of Community Affairs;

(b) An Authority may file with the [State Planning Board] Department of Community Affairs such information and reports as it may from time to time deem desirable, and shall file with them:

(1) A copy of all by-laws and rules and regulations and amendments thereto, adopted by it, from time to time.

(2) Copies of all redevelopment proposals and redevelopment contracts, as well as of any changes, which may be made therein.

(3) At least once each year a report of its activities for the preceding year, and such other reports as said [board] department may require. Copies of such reports shall be filed with the mayor and governing body of the city or with the county board of commissioners, as the case may be.

Section 14. Reorganization Plan No. 1 of 1955, adopted by the House of Representatives June 7, 1955 and by the Senate on May 23, 1955, is suspended in so far as it is inconsistent with the provisions of this act.

Section 15. This act shall take effect immediately.

APPROVED—The 26th day of June, A. D. 1968.

RAYMOND P. SHAFER

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No. 126

AN ACT

SB 878

Amending the act of June 25, 1941 (P. L. 159), entitled, as amended, "An act amending, revising, consolidating and changing the law relating to the borrowing of money by certain political subdivisions, the authorization, issuance and sale of general obligation bonds as herein defined, of bonds imposing no general obligation of debt and of bonds not deemed to constitute a debt for certain purposes, and to the funding of debt and the refunding of bonds;

regulating the keeping and use of sinking funds; imposing powers and duties upon the Department of Community Affairs and upon corporate bodies and officers of political subdivisions; imposing penalties, and repealing existing laws," further providing for temporary investments of bond proceeds.

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

Section 1. Section 213, act of June 25, 1941 (P. L. 159), known as the "Municipal Borrowing Law," amended April 11, 1945 (P. L. 207), is amended to read:

Section 213. Application of Bond Proceeds.—The proceeds of the sale of general obligation bonds shall be used for the purpose or purposes specified in the ordinance authorizing said bonds, except where a change of purpose has been authorized under the provisions of section 216 of this article. If for any reason any part of the proceeds is not applied to, or is not necessary for, such purpose or purposes, such unexpended part of the proceeds shall be paid into the sinking fund for such issue of bonds unless otherwise applied under the provisions of section 216 of this article or invested temporarily in obligations issued by the United States of America, and general obligations of the Commonwealth of Pennsylvania or any political subdivision thereof, or placed in one or more banks or banks and trust companies in one or more special accounts, and each of such special accounts to the extent the same is not insured shall be continuously secured by a pledge of direct obligations of the United States of America, or of the Commonwealth, or of any of its political subdivisions, having an aggregate market value, exclusive of accrued interest, at all times at least equal to the balance on deposit in such account. Such securities shall either be deposited with the treasurer of the political subdivision, or be held by a trustee or agent satisfactory to the governing body of the political subdivision. All banks or banks and trust companies are authorized to give such security for such deposits.

The cost of preparing, issuing and marketing general obligation bonds shall be deemed to be one of the purposes for which the bonds are issued.

Each municipality shall keep such accounts as will readily show the proceeds of each issue of bonds hereafter marketed and the application of the proceeds thereof.

APPROVED—The 27th day of June, A. D. 1968.

RAYMOND P. SHAFER