

No. 35

AN ACT

SB 602

Amending the act of May 17, 1956 (1955, P.L.1609, No.537), entitled "An act to promote the welfare of the people of the Commonwealth by the reduction of unemployment in certain areas of the Commonwealth determined to be critical economic areas; providing for the establishment of industrial development projects in such areas; creating The Pennsylvania Industrial Development Authority as a body corporate and politic with power to allocate funds for and make secured loans to industrial development agencies for the payment of a part of the cost of industrial development projects in critical economic areas; authorizing the Authority to enter into agreements with the Government of the United States or any Federal agency or industrial development agency; empowering the Authority to take title to, sell, convey and lease industrial development projects where necessary to protect loans made by the Pennsylvania Industrial Development Authority on industrial development projects; providing that no debt of the Commonwealth, its municipalities or political subdivisions shall be incurred in the exercise of any powers granted by this act; and providing for the examination of the accounts and affairs of the Authority; and making an appropriation," providing for deposit of funds under savings contracts in savings associations and giving security for such deposits.

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

Section 1. Section 10, act of May 17, 1956 (1955, P.L.1609, No.537), known as the "Pennsylvania Industrial Development Authority Act," amended September 27, 1973 (P.L.257, No.73), is amended to read:

Section 10. Moneys of the Authority.—Subject to the provisions of sections 5 and 5.1 of this act and subject to the provisions of any agreements to the contrary entered into with lenders or trustees pursuant to the Authority granted in said sections 5 and 5.1, all moneys of the Authority from whatever source derived shall be paid to the treasurer of the Authority. Said moneys shall be deposited in the first instance by the treasurer in one or more banks or **bank and** trust companies, **in one or more special accounts or under savings contracts in savings associations** 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, 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 or be held by a trustee or agent satisfactory to the Authority. All banks, **bank and** trust companies **and savings associations** are authorized to give such security for such deposits. The moneys in said accounts shall be paid out on the warrant or other order

of the treasurer of the Authority, or of such other person or persons as the Authority may authorize to execute such warrants or orders.

Section 2. This act shall take effect immediately.

APPROVED—The 16th day of July, A. D. 1975.

MILTON J. SHAPP