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2           **SECTION 3.** G.S. 147-69.2 is amended by adding a new subsection to read:

3           "(b4) In addition to the investments authorized under subdivisions (b)(1) through

4 (b)(6) of this section, the State Treasurer may invest funds deposited in the Local

5 Government Other Post-Employment Benefits Fund in the investments authorized under

6 subdivision (b)(8) of this section. For investments from that Fund made under

7 subdivision (b)(8) of this section, the State Treasurer may require a minimum deposit of

8 up to one hundred thousand dollars (\$100,000) and may assess a fee of up to 15 basis

9 points as a condition of making the investment. The fee may be used to defray the costs

10 of administering the Fund."

11           **SECTION 4.** G.S. 159-30 is amended by adding a new subsection to read:

12           "(g) A local government or public authority may make contributions to the Local

13 Government Other Post-Employment Benefits Fund established in G.S. 147-69.4."

14           **SECTION 5.** Article 3 of Chapter 159 of the General Statutes is amended by

15 adding a new section to read:

16 **"§ 159-30.1. Trust for other post-employment benefits.**

17           (a) Trust. – A local government, a public authority, and a local school

18 administrative unit may establish and fund an irrevocable trust for the purpose of paying

19 post-employment benefits for which the entity is liable. The irrevocable trust must be

20 established by resolution or ordinance of the entity's governing board. The resolution or

21 ordinance must state the purposes for which the trust is created and the method of

22 determining and selecting the Fund's trustees. The resolution or ordinance establishing

23 the trust may be amended from time to time, but an amendment may not authorize the

24 use of monies in the trust for a purpose not stated in the resolution or ordinance

25 establishing the trust.

26           (b) Restrictions. – Monies in an irrevocable trust established under subsection (a)

27 of this section may be appropriated only for the purposes for which the trust was

28 established. Monies in the trust are not subject to the claims of creditors of the entity

29 that established the trust. An entity that establishes a trust may not deposit money in the

30 trust if the total amount held in trust would exceed the entity's actuarial liability,

31 determined in accordance with the standards of the Governmental Accounting Standards

32 Board, for the purposes for which the trust was established."

33           **SECTION 6.** This act is effective when it becomes law.