

59 (i) safety ~~H~~→ [f] of principal [f] ~~[and]~~ :

59a (ii) ~~H~~← protection of principal during periods of

59a financial market

60 volatility;

61 ~~H~~→ [(ii)] (iii) ~~H~~← need for liquidity;

62 ~~H~~→ [(iii)] (iv) ~~H~~← yield on investments;

63 ~~H~~→ [(iv)] (v) ~~H~~← recognition of the different investment objectives of operating and  
63a permanent

64 funds; and

65 ~~H~~→ [(v)] (vi) ~~H~~← maturity of investments, so that the maturity date of the investment does  
65a not exceed

66 the anticipated date of the expenditure of funds.

67 (b) A public treasurer shall invest the proceeds of general obligation bond issues, tax  
68 anticipation note issues, and funds pledged or otherwise dedicated to the payment of interest  
69 and principal of general obligation bonds and tax anticipation notes issued by the state or a  
70 political subdivision of the state in accordance with:

71 (i) Section 51-7-11; or

72 (ii) the terms of the borrowing instrument applicable to those issues and funds, if those  
73 terms are more restrictive than Section 51-7-11.

74 (c) A public treasurer shall invest the proceeds of bonds other than general obligation  
75 bonds and the proceeds of notes other than tax anticipation notes issued by the state or a  
76 political subdivision of the state, and all funds pledged or otherwise dedicated to the payment  
77 of interest and principal of those notes and bonds:

78 (i) in accordance with the terms of the borrowing instruments applicable to those bonds  
79 or notes; or

80 (ii) if none of those provisions are applicable, in accordance with Section 51-7-11.

81 (d) A public treasurer may invest proceeds of bonds, notes, or other money pledged or  
82 otherwise dedicated to the payment of debt service on the bonds or notes in investment  
83 agreements if:

84 (i) the investment is permitted by the terms of the borrowing instrument applicable to  
85 those bonds or notes or the borrowing instrument authorizes the investment as an investment  
86 permitted by the State Money Management Act;

87 (ii) either the provider of the investment agreement or an entity fully, unconditionally,  
88 and irrevocably guaranteeing the provider's obligations under the investment agreement has  
89 received a rating of: