

(II) PAYMENT OF AMOUNTS EQUIVALENT TO ADMINISTRATIVE EXPENSES FROM THE EARNINGS OF THE POOL;

(III) DISTRIBUTION OF THE EARNINGS IN EXCESS OF EXPENSES, OR ALLOCATION OF LOSSES, TO THE SEVERAL PARTICIPANTS IN A MANNER WHICH EQUITABLY REFLECTS THE DIFFERING AMOUNT OF THEIR RESPECTIVE INVESTMENTS AND THE DIFFERING PERIODS OF TIME FOR WHICH THE AMOUNTS WERE IN THE CUSTODY OF THE POOL.

(B) THE TREASURER SHALL INVEST MONEYS IN THE LOCAL GOVERNMENT INVESTMENT POOL WITH THE DEGREE OF JUDGMENT AND CARE, UNDER CIRCUMSTANCES THEN PREVAILING, WHICH PERSONS OF PRUDENCE, DISCRETION, AND INTELLIGENCE EXERCISE IN THE MANAGEMENT OF THEIR OWN AFFAIRS. THE TREASURER SHALL INVEST MONEYS FOR INVESTMENT PURPOSES AND SHALL CONSIDER FIRST THE PROBABLE SAFETY OF CAPITAL AND SECONDLY THE PROBABLE INCOME TO BE DERIVED. THE TREASURER MAY NOT SPECULATE IN ACCORDANCE WITH THE PROVISIONS SET FORTH IN SECTION 22 OF THIS ARTICLE.

(C) (1) THE GOVERNING AUTHORITY OF ANY LOCAL GOVERNMENT HAVING FUNDS WHICH ARE AVAILABLE FOR INVESTMENT AND WHICH ARE NOT REQUIRED BY LAW OR BY ANY COVENANT OR AGREEMENT WITH BONDHOLDERS OR OTHERS TO BE SEGREGATED AND INVESTED IN A DIFFERENT MANNER MAY DIRECT ITS FINANCIAL OFFICER TO REMIT FUNDS TO THE TREASURER FOR INVESTMENT AS PART OF THE LOCAL GOVERNMENT INVESTMENT POOL.

(2) UPON DETERMINATION BY THE LOCAL GOVERNING AUTHORITY THAT IT IS IN THE BEST INTEREST OF THE LOCAL GOVERNMENT TO DEPOSIT FUNDS IN THE INVESTMENT POOL, IT SHALL ADOPT AND FILE WITH THE TREASURER A CERTIFIED COPY OF A RESOLUTION OR ORDINANCE AUTHORIZING INVESTMENT OF ITS FUNDS IN THE INVESTMENT POOL. THE RESOLUTION OR ORDINANCE SHALL NAME THE LOCAL GOVERNMENT OFFICIAL OR OFFICIALS RESPONSIBLE FOR DEPOSIT AND WITHDRAWAL OF SUCH FUNDS.

(3) THE RESOLUTION OR ORDINANCE FILED WITH THE TREASURER SHALL BE ACCOMPANIED BY A STATEMENT AS TO THE APPROXIMATE CASH FLOW REQUIREMENTS OF THE LOCAL GOVERNMENT FOR THE INVESTED FUNDS. SUBSEQUENT DEPOSITS INTO THE INVESTMENT POOL SHALL BE ACCOMPANIED BY A STATEMENT AS TO THE INTENDED DURATION OF THE INVESTMENT OR THE ANTICIPATED DATE OF WITHDRAWAL OF THE FUNDS FROM THE POOL.

(D) A SEPARATE ACCOUNT DESIGNATED BY NAME OR NUMBER FOR EACH PARTICIPANT IN THE FUND SHALL BE KEPT TO RECORD INDIVIDUAL TRANSACTIONS AND TOTALS OF ALL INVESTMENTS BELONGING TO EACH PARTICIPANT. A MONTHLY REPORT SHOWING THE CHANGES IN INVESTMENTS MADE DURING THE PRECEDING MONTH SHALL BE FURNISHED TO EACH PARTICIPANT IN THE INVESTMENT POOL. DETAILS OF ANY INVESTMENT TRANSACTION SHALL BE FURNISHED TO ANY PARTICIPANT UPON REQUEST.