

Trust Fund Definition

Expendable Trust Funds

Per the New Hampshire Department of Revenue Administration, RSA 31:19-a allows for the creation, at the annual or special meeting, of municipal trust funds for maintenance and operation purposes and are subject to the same provisions concerning the custody, investment, expenditure, change of purpose, and audit as are Capital Reserve Funds. Expendable trust funds are funded from an appropriation raised by taxation or from the general fund balance, but not from privately donated gifts, legacies and devises. The warrant article to create a municipal Expendable Trust Fund must specify that the fund is an expendable trust fund, in which the principal and interest may be appropriated and expended. Agents to expend from these trust funds per RSA 31:19-a may be appointed in the same manner as they are for a Capital Reserve Fund, with proper notice in a warrant article.