

SB 80 BY SENATOR HOLDEN

BONDS. Authorizes the issuance of debt financing instruments known as Grant Anticipation Revenue Vehicles (GARVEE) by the State Bond Commission. (gov sig)

SUMMARY OF HOUSE AMENDMENTS TO SENATE BILL

1. Removes provisions authorizing the full faith and credit of the state to secure revenue bonds authorized under proposed law.
2. Adds provisions prohibiting the State Bond Commission from authorizing issuance of bonds unless the bonds and projects to be funded by such have been previously approved by the Joint Committee on Transportation, Highways and Public Works.

DIGEST OF THE SENATE BILL AS IT LEFT THE SENATE

Proposed law authorizes the State Bond Commission to issue Grant Anticipation Revenue Vehicles (GARVEE) to finance the accelerated construction of certain state transportation projects.

Proposed law provides for the pledge of certain federal highway funds received by the state as security for the bonds.

Proposed law provides that such bonds shall be issued by the State Bond Commission but only after the issuance has been approved by the Joint Legislative Committee on the Budget. The JLCB also approves expenditures of the proceeds held by trustee banks. Further provides that the aggregate amount of principal and interest on all bonds issued under this authority shall not exceed 10% of annual federal highway funds.

Effective upon signature of the governor or lapse of time for gubernatorial action.

(Adds R.S. 48:27

Thomas L. Tyler
Deputy Chief of Staff