

RÉSUMÉ DIGEST

ACT 195 (SB 414)

2016 Regular Session

Luneau

Prior law, relative to the sale of bonds, provided that except as expressly provided in prior law, no bonds issued shall be sold for less than their par value and accrued interest.

New law provides that bonds may be sold as provided in present law found at R.S. 39:1428, which provides that bonds may be sold at the price or prices as may be determined by the governing authority of the issuer of such securities provided the issuance of the securities is approved by the State Bond Commission.

Prior law provided that if any premium is received for the sale of the bonds, the premium may be applied to the payment of the principal or to the interest on the bonds, and shall be deposited in the bank along with the taxes levied and collected for that purpose.

New law retains prior law and further provides that if premium is received it may also be used for any purpose for which the bonds are being issued and shall be deposited in the same account into which the bond proceeds are deposited.

New law further provides that if any accrued interest is received, any interest received in connection with any bonds shall be applied to the payment of the principal or to the interest on the bonds, and shall be deposited in the bank along with taxes levied and collected for that purpose.

New law provides that all laws or parts of law in conflict with new law are repealed.

Effective upon signature of the governor (May 26, 2016).

(Amends R.S. 39:571(A))