

SENATE BILL NO. 414

BY SENATOR LUNEAU

1 AN ACT

2 To amend and reenact R.S. 39:571(A), relative to the sale of bonds; to provide with respect  
3 to the price at which bonds may be sold; to provide for the application of the  
4 premium, if any, derived in connection with the issuance of bonds; to provide for an  
5 effective date; and to provide for related matters.

6 Be it enacted by the Legislature of Louisiana:

7 Section 1. R.S. 39:571(A) is hereby amended and reenacted to read as follows:

8 §571. ~~No sale below par~~ **Bond sale prices**; application of premium and accrued  
9 interest

10 A. ~~(1) Except as expressly provided herein, no bonds issued shall be sold for~~  
11 ~~less than their par value and accrued interest, but~~ **Bonds may be sold at the prices**  
12 **as provided in R.S. 39:1428 and** the bidder for the bonds may stipulate in his bid  
13 that the proceeds of the bonds shall be deposited in a bank designated or to be  
14 designated by him to act as fiscal agent for the fund. Such stipulation shall be limited  
15 to the deposit of the bond proceeds and shall not extend to the taxes levied and  
16 collected to meet maturing bonds and coupons. The depository so designated must  
17 be a bank located in this state, which shall give security to the amount and in the  
18 manner required of fiscal agents and depositories of parishes, municipalities, and  
19 public boards under the laws of Louisiana. If any premium is received, ~~the any~~  
20 ~~premium, with all accrued interest~~ **heretofore or hereafter** received, shall **in**  
21 **connection with any bonds may** be applied to **either of the following:**

22 **(a) Any purpose for which the bonds are being issued and shall be**  
23 **deposited in the same account into which the bond proceeds are deposited.**

24 **(b) the** ~~The~~ payment of the principal or ~~to~~ the interest on the bonds, and shall  
25 be deposited in the bank along with ~~the~~ taxes levied and collected for that purpose.

26 **(2) If any accrued interest is received, any interest received in connection**  
27 **with any bonds shall be applied to the payment of the principal or to the interest**

1           on the bonds, and shall be deposited in the bank along with taxes levied and  
2           collected for that purpose.

3   \*       \*       \*

4           Section 2. All laws or parts of law in conflict herewith are hereby repealed.

5           Section 3. This Act shall become effective upon signature by the governor or, if not  
6           signed by the governor, upon expiration of the time for bills to become law without signature  
7           by the governor, as provided by Article III, Section 18 of the Constitution of Louisiana. If  
8           vetoed by the governor and subsequently approved by the legislature, this Act shall become  
9           effective on the day following such approval.

\_\_\_\_\_  
PRESIDENT OF THE SENATE

\_\_\_\_\_  
SPEAKER OF THE HOUSE OF REPRESENTATIVES

\_\_\_\_\_  
GOVERNOR OF THE STATE OF LOUISIANA

APPROVED: \_\_\_\_\_