

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **HB 431** HLS 13RS 598

Bill Text Version: **ORIGINAL**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

Date: May 11, 2013 11:32 AM	Author: LEGER
Dept./Agy.: State Bond Commission	Analyst: Travis McIlwain
Subject: Bonds	

BONDS OR NO IMPACT LF EX See Note Page 1 of 1
Provides relative to bonds issued by political subdivisions

Proposed legislation removes the 3-year limit within which bonds must start maturing, and changes the maximum maturity from 25 years to 35 years. Proposed legislation removes the requirement for State Bond Commission approval of the contents of the notice of intent to issue bonds. Proposed legislation removes the 2/3 vote requirement by the State Bond Commission for approval of bonds issued at private sale.

EXPENDITURES	2013-14	2014-15	2015-16	2016-17	2017-18	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
Annual Total						
REVENUES	2013-14	2014-15	2015-16	2016-17	2017-18	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

EXPENDITURE EXPLANATION

There is no anticipated direct material effect on governmental expenditures as a result of this measure. The proposed legislation makes technical modifications to various statutes pertaining to bonds issued by the political subdivisions. According to the State Bond Commission, this bill should have no fiscal impact to the state. However, there may be a minimal expenditure savings to local entities due to changes in the proposed legislation that eliminate the requirement to make notice of intent to issue bonds. Political subdivisions will still have to get State Bond Commission approval (with only a majority vote rather than 2/3), but will no longer be required to make notice of intent.

REVENUE EXPLANATION

There is no anticipated direct material effect on governmental revenues as a result of this measure.

<u>Senate</u>	<u>Dual Referral Rules</u>	<u>House</u>
<input type="checkbox"/> 13.5.1 >= \$100,000 Annual Fiscal Cost {S&H}		<input type="checkbox"/> 6.8(F) >= \$500,000 Annual Fiscal Cost {S}
<input type="checkbox"/> 13.5.2 >= \$500,000 Annual Tax or Fee Change {S&H}		<input type="checkbox"/> 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}

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