

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House
(317) 232-9855

FISCAL IMPACT STATEMENT

LS 6955
BILL NUMBER: SB 419

DATE PREPARED: Jan 3, 2000
BILL AMENDED:

SUBJECT: Validation of bonds and other agreements.

FISCAL ANALYST: Diane Powers
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FUNDS AFFECTED: **GENERAL**
 DEDICATED
FEDERAL

IMPACT: State & Local

Summary of Legislation: This bill legalizes and validates the following obligations or agreements if executed or entered into before March 15, 2000: (1) Bonds, notes, evidences of indebtedness, leases, or other written obligations issued by or in the name of a state or local government entity. (2) Contracts for the purchase of electric power and energy or utility capacity or service entered into by a joint agency for the purpose of securing payment of principal and interest on bonds or other written obligations. (3) All interlocal cooperation agreements entered into by political subdivisions or governmental entities.

Effective Date: Upon passage.

Explanation of State Expenditures: This bill validates bond issues, contracts for electric power, and all interlocal agreements, including those entered into by the state, a state agency, and all political subdivisions before March 15, 2000. This bill protect bondholders from legal challenges to the validity of the bonds.

Explanation of State Revenues:

Explanation of Local Expenditures: See Explanation of State Expenditures.

Explanation of Local Revenues:

State Agencies Affected: All.

Local Agencies Affected: All.

Information Sources: