



General Assembly

January Session, 2003

***Raised Bill No. 6601***

LCO No. 3971

Referred to Committee on Higher Education and Employment  
Advancement

Introduced by:  
(HED)

***AN ACT AUTHORIZING THE CONSTITUENT UNITS OF THE STATE  
SYSTEM OF HIGHER EDUCATION TO MAKE PAYMENT OF CLAIMS  
THAT INCLUDE THE PROCEEDS OF A STATE BOND ISSUE.***

Be it enacted by the Senate and House of Representatives in General  
Assembly convened:

1 Section 1. Subsection (b) of section 3-25 of the general statutes is  
2 repealed and the following is substituted in lieu thereof (*Effective July*  
3 *1, 2003*):

4 (b) Subject to the approval of the Comptroller and in accordance  
5 with such procedures as he may specify, the chief executive officer of a  
6 constituent unit of the state system of higher education or, in the case  
7 of the Connecticut State University system, the chief executive officer  
8 of a state university, may make payment of any claim against the  
9 constituent unit or institution, as appropriate, other than a payment for  
10 payroll, debt service payable on state bonds to bondholders, paying  
11 agents or trustees, or any payment the source of which includes the  
12 proceeds of a state bond issue, except as otherwise authorized  
13 pursuant to this subsection. Upon receipt of a request to make such  
14 payment, the Treasurer shall delegate such authority to such chief

15 executive officer and shall approve such banking arrangements as are  
16 necessary for such unit or institution to make such payments.  
17 Payments for payroll, debt services payable on state bonds to  
18 bondholders, paying agents or trustees, or payments from the  
19 proceeds of state bonds shall be made solely by the Treasurer in  
20 accordance with the provisions of subsection (a) of this section, except  
21 that, subject to approval of the Comptroller and Treasurer, and in  
22 accordance with such procedures as the Comptroller or Treasurer may  
23 specify, which procedures shall be designed to preserve the tax-  
24 exempt status of the bonds issued or to be issued for such purposes,  
25 the chief executive officer of a constituent unit of the state system of  
26 higher education may make payment of any claim against the  
27 constituent unit or institution, as appropriate, from the proceeds of  
28 state bonds.

This act shall take effect as follows:	
Section 1	July 1, 2003

**Statement of Purpose:**

To permit the payment of claims by the constituent units of higher education from state bond funds subject to review and approval by the Comptroller and Treasurer.

*[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]*