



General Assembly

February Session, 2004

**Raised Bill No. 149**

LCO No. 208

\* \_\_\_\_\_SB00149FIN\_\_040704\_\_\_\_\_\*

Referred to Committee on Energy and Technology

Introduced by:  
(ET)

**AN ACT EXTENDING THE BORROWING POWER OF THE  
SOUTHEASTERN CONNECTICUT WATER AUTHORITY.**

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

1 Section 1. Section 31 of number 381 of the special acts of 1967, as  
2 amended by section 4 of number 206 of the special acts of 1969, section  
3 1 of special act 73-95, special act 76-54, special act 81-38 and section 1 of  
4 special act 90-28, is amended to read as follows (*Effective July 1, 2004*):

5 (a) The state bond commission may insure in the name of the state  
6 and may make advance commitments to insure any sums borrowed by  
7 the authority not exceeding in the aggregate fifteen million dollars for  
8 the purpose of providing working capital and organizational funds for  
9 the authority. In the event the state becomes liable as a result of default  
10 with respect to any such sums borrowed by the authority which were  
11 insured by the state, necessary payment shall be made by the state  
12 treasurer from funds appropriated for debt service. For the purposes of  
13 this section and of section 33 of [this act] special act 381 of 1967, as  
14 amended, organizational funds shall include, but shall not be limited  
15 to, cost of acquisition of private water companies having not more  
16 than four thousand five hundred service connections. Whatever sums

17 are borrowed by the authority under the provisions of this section  
18 shall be repaid to the lender or lenders of the same on or before July 1,  
19 [2016] 2045. Whenever the authority applies to the state bond  
20 commission for insurance of borrowings to be insured by the state  
21 pursuant to this section, it shall submit to the state treasurer and the  
22 secretary of the state bond commission a financial plan evidencing the  
23 authority's ability to support such indebtedness.

24 (b) For the period during which any sums borrowed and insured in  
25 accordance with subsection (a) of this section are outstanding, the  
26 authority shall submit to the state treasurer a copy of its adopted  
27 budget for each fiscal year showing revenues adequate to meet all debt  
28 service payable by the authority during such fiscal year. Upon  
29 completion of the authority's annual audit for each fiscal year, the  
30 authority shall submit a copy thereof to the state treasurer.

This act shall take effect as follows:	
Section 1	July 1, 2004

**ET**            *Joint Favorable*

**FIN**           *Joint Favorable*