



General Assembly

January Session, 2007

**Raised Bill No. 1251**

LCO No. 4483

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Referred to Committee on Planning and Development

Introduced by:  
(PD)

**AN ACT CONCERNING PRIORITY IN AUTHORIZATION OF BONDS BY  
THE STATE BOND COMMISSION.**

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

1 Section 1. Subsection (g) of section 3-20 of the general statutes is  
2 repealed and the following is substituted in lieu thereof (*Effective*  
3 *October 1, 2007*):

4 (g) (1) With the exception of refunding bonds, whenever a bond act  
5 empowers the State Bond Commission to authorize bonds for any  
6 project or purpose or projects or purposes, and whenever the State  
7 Bond Commission finds that the authorization of such bonds will be in  
8 the best interests of the state, it shall authorize such bonds by  
9 resolution adopted by the approving vote of at least a majority of said  
10 commission. No such resolution shall be so adopted by the State Bond  
11 Commission unless it finds that there has been filed with it (A) any  
12 human services facility colocation statement to be filed with the  
13 Secretary of the Office of Policy and Management, if so requested by  
14 the secretary, pursuant to section 4b-23; (B) a statement from the  
15 Commissioner of Agriculture pursuant to section 22-6, for projects  
16 which would convert twenty-five or more acres of prime farmland to a

17 nonagricultural use; (C) prior to the meeting at which such resolution  
18 is to be considered, any capital development impact statement  
19 required to be filed with the Secretary of the Office of Policy and  
20 Management; (D) a statement as to the full cost of the project or  
21 purpose when completed and the estimated operating cost for any  
22 structure, equipment or facility to be constructed or acquired; [and] (E)  
23 a statement from the Secretary of the Office of Policy and Management  
24 indicating whether or not the project is located in two or more  
25 municipalities; and (F) such requests and such other documents as it or  
26 said bond act require, provided no resolution with respect to any  
27 school building project financed pursuant to section 10-287d or any  
28 interest subsidy financed pursuant to section 10-292k shall require the  
29 filing of any statements pursuant to subparagraph (A), (B), (C), (D) or  
30 (E) of this subdivision and provided further any resolution requiring a  
31 capital impact statement shall be deemed not properly before the State  
32 Bond Commission until such capital development impact statement is  
33 filed. If a project is located in two or more municipalities, the State  
34 Bond Commission shall give priority to authorizing such project. Any  
35 such resolution so adopted by the State Bond Commission shall recite  
36 the bond act under which said commission is empowered to authorize  
37 such bonds and the filing of all requests and other documents, if any,  
38 required by it or such bond act, and shall state the principal amount of  
39 the bonds authorized and a description of the purpose or project for  
40 which such bonds are authorized. Such description shall be sufficient if  
41 made merely by reference to a numbered subsection, subdivision or  
42 other applicable section of such bond act.

43 (2) The agenda of each meeting shall be made available to the  
44 members of the commission not later than five business days prior to  
45 the meeting at which such agenda is to be considered. The day of the  
46 meeting shall count as one of the business days. The agenda of each  
47 meeting, or any supporting documents included with such agenda,  
48 shall include a reference to the statute or public or special act which is  
49 the source of any funds to be used for any project on such agenda,  
50 including any contingency funds and any reuse or reallocation of

51 funds previously approved for any other use or project, and a notation  
52 of the outside source from which any funds for any such project were  
53 received, if any.

54 (3) Upon adoption of a resolution, the principal amount of the  
55 bonds authorized therein for such purpose or project shall be deemed  
56 to be an appropriation and allocation of such amount for such purpose  
57 or project, respectively, and subject to approval by the Governor of  
58 allotment thereof and to any authorization for such project or purpose  
59 that may otherwise be required, contracts may be awarded and  
60 obligations incurred with respect to any such project or purpose in  
61 amounts not in the aggregate exceeding such authorized principal  
62 amount, notwithstanding that such contracts and obligations may at a  
63 particular time exceed the amount of the proceeds from the sale of  
64 such bonds theretofore received by the state. In any such resolution so  
65 adopted, the State Bond Commission may include provision for the  
66 date or dates of such bonds, the maturity of such bonds and,  
67 notwithstanding the provisions of any bond act taking effect prior to  
68 July 1, 1973, provision for either serial or term, sinking fund or other  
69 reserve fund requirements, if any, due dates of the interest thereon, the  
70 form of such bonds, the denominations and designation of such bonds,  
71 registration, conversion and transfer privileges and the terms of  
72 redemption with or without premium and the date and manner of sale  
73 of such bonds, provisions for the consolidation of such bonds with  
74 other bonds including refunding bonds for the purpose of sale as  
75 provided in subsection (h) of this section, limitations with respect to  
76 the interest rate or rates on such bonds, provisions for receipt and  
77 deposit or investment of the good faith deposit pending delivery of  
78 such bonds and such other terms and conditions of such bonds and of  
79 the issuance and sale thereof as the State Bond Commission may  
80 determine to be in the best interest of the state, provided the State  
81 Bond Commission may delegate to the Treasurer all or any part of the  
82 foregoing powers in which event the Treasurer shall exercise such  
83 powers until the State Bond Commission, by adoption of a resolution  
84 prior to exercise of such powers by the Treasurer shall elect to

85 reassume the same. Such powers shall be exercised from time to time  
86 in such manner as the Treasurer shall determine to be in the best  
87 interests of the state and the Treasurer shall file a certificate of  
88 determination setting forth the details thereof with the secretary of the  
89 State Bond Commission on or before the date of delivery of such  
90 bonds, the details of which were determined by the Treasurer in  
91 accordance with such delegation.

92 (4) On or before January 1, 2007, and annually thereafter, the  
93 Secretary of the Office of Policy and Management shall submit a report  
94 to the joint standing committee of the General Assembly having  
95 cognizance of matters relating to finance, revenue and bonding, which  
96 report shall update, for all outstanding bond allocations, the statement  
97 required under subparagraph (D) of subdivision (1) of this subsection.

98 (5) The State Bond Commission may authorize the Commissioner of  
99 Economic and Community Development to defer payments of interest  
100 or principal, or a portion thereof, in the case of a troubled loan, as  
101 defined in subdivision (1) of subsection (e) of section 8-37x, made by  
102 the commissioner under any provision of the general statutes.

This act shall take effect as follows and shall amend the following sections:		
Section 1	<i>October 1, 2007</i>	3-20(g)

**Statement of Purpose:**

To give priority in allocation of bonds to project in two or more municipalities.

*[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.]*