General Assembly

February Session, 2008

Proposed Bill No. 439

LCO No. **50**

Referred to Committee on Finance, Revenue and Bonding

Introduced by:
SEN. HERLIHY, 8th Dist.

AN ACT CONCERNING THE ESTABLISHMENT OF A STATE DEBT POLICY.

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

That the state establish a debt policy that includes a debt cap to be phased in over the next few years and that once such cap is phased in, the state's debt service may never exceed ten per cent of the state's expenditures unless authorized by a vote of three-fifths of the members of each house of the General Assembly.

Statement of Purpose:
To establish a state debt policy to reduce budgetary pressures caused by our escalating debt service.