

FIRST REGULAR SESSION

HOUSE BILL NO. 1215

98TH GENERAL ASSEMBLY

INTRODUCED BY REPRESENTATIVE ROWDEN.

2590H.011

D. ADAM CRUMBLISS, Chief Clerk

AN ACT

To repeal section 8.420, RSMo, and to enact in lieu thereof one new section relating to revenue bonds.

Be it enacted by the General Assembly of the state of Missouri, as follows:

Section A. Section 8.420, RSMo, is repealed and one new section enacted in lieu thereof,
2 to be known as section 8.420, to read as follows:

8.420. 1. Bonds issued under [and pursuant to] the provisions of sections 8.370 to 8.450
2 shall be of such denomination or denominations, shall bear such rate or rates of interest not to
3 exceed fifteen percent per annum, and shall mature at such time or times within forty years from
4 the date thereof, as the board determines. The bonds may be either serial bonds or term bonds.

5 2. Serial bonds may be issued with or without the reservation of the right to call them
6 for payment and redemption in advance of their maturity, upon the giving of such notice, and
7 with or without a covenant requiring the payment of a premium in the event of such payment and
8 redemption prior to maturity, as the board determines.

9 3. Term bonds shall contain a reservation of the right to call them for payment and
10 redemption prior to maturity at such time or times and upon the giving of such notice, and upon
11 the payment of such premium, if any, as the board determines.

12 4. The bonds, when issued, shall be sold at public sale for the best price obtainable after
13 giving such reasonable notice of such sale as may be determined by the board, but in no event
14 shall such bonds be sold for less than ninety-eight percent of the par value thereof, and accrued
15 interest. Any such bonds may be sold to the United States of America or to any agency or
16 instrumentality thereof, at a price not less than par and accrued interest, without public sale and
17 without the giving of notice as herein provided.

EXPLANATION — Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and is intended to be omitted from the law. Matter in **bold-face** type in the above bill is proposed language.

18 5. The bonds, when issued and sold, shall be negotiable instruments within the meaning
19 of the law merchant and the negotiable instruments law, and the interest thereon shall be exempt
20 from income taxes under the laws of the state of Missouri.

21 6. The board shall not issue revenue bonds pursuant to the provisions of sections 8.370
22 to 8.450 for one or more projects, as defined in section 8.370, in excess of a total par value of
23 one billion one hundred seventy-five million dollars.

24 7. (1) Any bonds which may be issued pursuant to the provisions of sections 8.370 to
25 8.450 shall be issued only for projects which have been approved by a majority of the house
26 members and a majority of the senate members of the committee on legislative research of the
27 general assembly, and the approval by the committee on legislative research required by the
28 provisions of section 8.380 shall be given only in accordance with this provision. For the
29 purposes of approval of a project, the total amount of bonds issued for purposes of energy
30 retrofitting in state-owned facilities shall be treated as a single project.

31 **(2) The board shall issue no bond, except for refunding existing debt, under**
32 **sections 8.370 to 8.450 unless the general assembly approves of such bond issuance by**
33 **concurrent resolution.**

34 8. Any bonds which may be issued due to the increase of the cap amount in subsection
35 6 of this section occurring on August 28, 2014, shall not be issued for construction of new
36 buildings and shall only be used for repair or renovation of existing buildings and facilities,
37 except that bonds may be issued for the construction of a new mental health facility in any county
38 of the first classification with more than forty thousand but fewer than fifty thousand inhabitants
39 and with a home rule city with more than twelve thousand one hundred but fewer than twelve
40 thousand two hundred inhabitants as the county seat.

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