

HOUSE BILL 1880

By Wright

AN ACT to amend Tennessee Code Annotated, Section 9-21-911, relative to bonds.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 9-21-911, is amended by deleting the section in its entirety and substituting the following:

(a) If any general obligation refunding bonds are to be sold pursuant to a commitment of a state or federal agency to purchase the same, such bonds may be sold at a private negotiated sale to the state or federal agency without the necessity of any public advertisement of the sale or of the approval of the comptroller of the treasury or the comptroller's designee.

(b) Any general obligation refunding bonds that are issued pursuant to subsection (a) are not subject to the requirements of § 9-21-903 if:

(1) The general obligation refunding bonds will repay a public building authority loan authorized in title 12, chapter 10; and

(2) The public building authority loan that the general obligation refunding bonds will repay was used as interim financing for the general obligation refunding bonds.

(c) When a public building authority loan is used as interim financing for a general obligation refunding bond issued pursuant to subsection (a), the general obligation refunding bond resolution required by § 9-21-901 must be adopted prior to or simultaneously with the resolution authorizing the public building authority loan.

SECTION 2. This act takes effect upon becoming a law, the public welfare requiring it.