

SENATE BILL 1706

By Overbey

AN ACT to amend Tennessee Code Annotated, Title 7, Chapter 32 and Title 7, Chapter 33, relative to special assessments and improvement bonds.

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

SECTION 1. Tennessee Code Annotated, Section 7-32-101, is amended by adding the following language as a new subsection:

(e) The legislative body of any municipality may approve the acquisition of a public facility that is acquired, improved or constructed, or any combination thereof, by a third party including a private entity, notwithstanding any local charter provision or other law to the contrary.

SECTION 2. Tennessee Code Annotated, Title 7, Chapter 33, Part 1, is amended by adding the following language as a new section:

Section 7-33-125.

Notwithstanding any other provision of this chapter to the contrary, a municipality may issue revenue bonds in the manner provided in title 9, chapter 21, including part 3 thereof, to finance all costs and expenses incurred in connection with the acquisition of public facilities pursuant to § 7-32-101(e) and costs related to the issuance of the bonds, and in such case all assessments received pursuant to title 7, chapter 32 by such municipality shall be deemed revenues for purposes of title 9, chapter 21. In such case, such revenue bonds may be, but are not required to be, additionally secured by the full faith and credit of the municipality as described above.

SECTION 3. This act shall take effect upon becoming a law, the public welfare requiring it.