

SENATE BILL NO. 497—COMMITTEE ON FINANCE

MARCH 26, 2001

Referred to Committee on Finance

SUMMARY—Authorizes issuance of general obligation bonds by state for purchase of certain facilities. (BDR S-1475)

FISCAL NOTE: Effect on Local Government: No.
Effect on the State: No.

~

EXPLANATION – Matter in *bolded italics* is new; matter between brackets ~~omitted material~~ is material to be omitted.

AN ACT relating to state financial administration; authorizing the issuance of general obligation bonds to acquire certain facilities for Truckee Meadows Community College; and providing other matters properly relating thereto.

THE PEOPLE OF THE STATE OF NEVADA, REPRESENTED IN
SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:

- 1 **Section 1.** 1. At the request of the University and Community
2 College System of Nevada, the State Board of Finance shall issue general
3 obligation bonds of the State of Nevada or a combination of general
4 obligation bonds of the State of Nevada and other state securities in the
5 face amount of not more than \$8,500,000 for the purpose of acquiring a
6 portion of the facilities known as the Reno Town Mall.
7 2. The amount of the bonds and the timing of the issuance of the bonds
8 must be determined by the State Treasurer and representatives of the
9 University and Community College System of Nevada and must reflect the
10 expenses associated with the issuance of the bonds and the expenses and
11 timing associated with the acquisition of a portion of the Reno Town Mall.
12 3. Following the acquisition of the portion of the Reno Town Mall
13 with the proceeds of the bonds authorized by this act, the University and
14 Community College System of Nevada shall pay or transfer to the State
15 Treasurer on the date that the rent payments for the facilities described in
16 paragraph (a) would have been due, for deposit into the consolidated bond
17 interest and redemption fund an amount equal to the lesser of:
18 (a) The amount appropriated by the Legislature to the University and
19 Community College System of Nevada for rent payments on the portion of
20 the Reno Town Mall which the University and Community College System
21 of Nevada rents for periods following the acquisition of the portion of the
22 Reno Town Mall; or



1 (b) The amount of principal and interest which accrues on the bonds in
2 each month following the acquisition of the portion of the Reno Town
3 Mall.
4 For the purposes of this section, the principal amount and interest on the
5 bonds shall be deemed to accrue in equal monthly amounts from the date
6 of the issuance of the bonds until the date of the first interest payment on
7 the bonds and thereafter each semiannual interest payment shall be deemed
8 to accrue in six equal monthly installments ending on the semiannual
9 interest payment date. Principal on the bonds shall be deemed to accrue in
10 equal monthly installments from the date of the issuance of the bonds until
11 the first principal payment date on the bonds and thereafter each annual
12 principal payment shall be deemed to accrue in 12 equal monthly
13 installments ending on each annual bond principal payment date. The
14 annual principal payment must occur on the date of the first semiannual
15 interest payment.
16 4. Except with respect to the first interest and principal payments, the
17 interest payments on the bonds must be made semiannually and the
18 principal payments must be made annually.
19 5. The provisions of the State Securities Law, set forth in NRS
20 349.150 to 349.364, inclusive, apply to the issuance of bonds pursuant to
21 the provisions of this act.
22 **Sec. 2.** This act becomes effective upon passage and approval.

