

ASSEMBLY BILL NO. 21—COMMITTEE ON TRANSPORTATION

(ON BEHALF OF THE DEPARTMENT OF TRANSPORTATION)

PREFILED DECEMBER 20, 2014

Referred to Committee on Transportation

SUMMARY—Extends the maximum period of maturity for certain special obligation bonds issued to provide funding for highway construction projects. (BDR 35-375)

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

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

AN ACT relating to governmental financing; extending the maximum period of maturity for certain special obligation bonds issued to provide funding for highway construction projects; and providing other matters properly relating thereto.

Legislative Counsel's Digest:

- 1 Existing law requires the State Board of Finance, when requested to do so by
2 the Board of Directors of the Department of Transportation, to issue special
3 obligation bonds to provide funding to complete pending and currently projected
4 highway construction projects. (NRS 408.273) This bill extends the period within
5 which those bonds must mature from not more than 20 years to not more than 30
6 years from their date.

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

- 1 **Section 1.** NRS 408.273 is hereby amended to read as follows:
2 408.273 1. The State Board of Finance shall, when so
3 requested by the Board, issue special obligation bonds of the State
4 of Nevada to provide money to enable the Department to complete
5 pending and currently projected highway construction projects, in an
6 amount specified in the request. The bonds may be issued at one



1 time or from time to time, and must be issued in accordance with the
2 State Securities Law. These bonds must be secured by:

3 (a) A pledge of the appropriate federal highway grants payable
4 to the State; or

5 (b) The appropriate federal highway grants payable to the State
6 and taxes which are credited to the State Highway Fund, other than
7 any taxes that would cause the bonds to create a public debt within
8 the meaning of Section 3 of Article 9 of the Constitution of the State
9 of Nevada,

10 ➔ and must mature within not more than ~~20~~ 30 years from their
11 date.

12 2. The Department shall cooperate with the State Treasurer in
13 the issuance of the bonds.

14 3. The State Treasurer may employ any necessary legal,
15 financial or other professional services in connection with the
16 issuance of the bonds.

17 **Sec. 2.** The amendatory provisions of section 1 of this act do
18 not apply to a special obligation bond issued pursuant to NRS
19 408.273 before the effective date of this act.

20 **Sec. 3.** This act becomes effective upon passage and approval.

