

1 SB217
2 129287-2
3 By Senators Dial, Scofield, Ward, Whatley and Waggoner
4 RFD: Job Creation and Economic Development
5 First Read: 07-FEB-12

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8 SYNOPSIS: This bill would require an administrative
9 fee to be included in every bond issue authorized
10 by the State of Alabama and any State Agency or
11 State created public authority; and would
12 distribute proceeds from the administrative fee to
13 the Alabama Economic Development Trust Fund created
14 by this bill. This bill shall be known as the David
15 Echols bill.

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17 A BILL
18 TO BE ENTITLED
19 AN ACT

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21 Relating to the issuance of bonds by the State of
22 Alabama and any State Agency or State created public
23 authority; to require an administrative fee to be included in
24 each and every bond issued; to create the Alabama Economic
25 Development Trust Fund to receive proceeds from the
26 administrative fee.

27 BE IT ENACTED BY THE LEGISLATURE OF ALABAMA:

1 Section 1. (a) Each and every bond issue authorized
2 by the State of Alabama and any State Agency or State created
3 public authority shall include an administrative fee of 2% to
4 be taken from the proceeds of the bonds issued. These funds
5 shall be for the purpose of enhancing economic development in
6 Alabama and shall be placed in the Alabama Economic
7 Development Trust Fund created by subsection (b).

8 (b) There is hereby created a fund in the State
9 Treasury to be known as the Alabama Economic Development Trust
10 Fund. Funds collected from the administrative fee charged on
11 bonds issued by the State of Alabama, and any State Agency or
12 State created public authority shall be placed into this fund
13 and used for the purpose of economic development as defined in
14 Amendment 666 in the Constitution of Alabama, 1901. Any funds
15 deposited to the Alabama Economic Development Trust Fund shall
16 be appropriated to and expended by the Alabama Development
17 Office.

18 Section 2. This bill shall be known as the David
19 Echols bill.

20 Section 3. This act shall become effective on the
21 first day of the third month following its passage and
22 approval by the Governor or its otherwise becoming law.