



FISCAL NOTE

House Bill 394

Committee: Finance and Taxation General Fund Sponsor: Representative Reynolds

Analyst: Riley Aaron

Date: 05/03/2024

House Bill 394 as passed the House of Representatives would allow the Alabama Building Renovation Finance Authority (ABRFA) to issue up to \$50 million in new bonds; assuming that bonds are issued at an average rate of 5% and mature in 20 years, the average annual debt service on the new bonds would be approximately \$3.99 million. Current law provides that debt service on ABRFA bonds is paid from rent charged to agencies that occupy buildings owned by ABRFA.

This bill would also allow ABRFA to sell bonds by negotiation and remove the existing public notice requirement.