

1 developed that treats the outstanding bond
2 balance as part of the plan's unfunded actuarial
3 accrued liability. The net cash contribution
4 required to be contributed to the plan shall
5 equal the preliminary annual required
6 contribution minus the bond repayment for the
7 respective year;

8 (B) Entities shall only be permitted to issue general
9 obligation bonds if the all-in true interest cost
10 of the bonds is at least three hundred basis
11 points less than the assumed rate of return of
12 the system the proceeds will be contributed to;

13 (C) General obligation bonds shall not be issued as a
14 means for addressing budget shortfalls related to
15 contributions required by law; and

16 (D) General obligation bonds may only be issued as a
17 means to produce long-term savings.

18 SECTION 2. This Act shall take effect on July 1, 2022.

19

INTRODUCED BY: 



S.B. NO. 3332

Report Title:

GO Bonds; Other Post-employment Benefits Liability

Description:

Authorizes GO bonds for the payment or prepayment of other post-employment benefits liability.

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.

