

1 **SB 6828** - H AMD TO H AMD (H-4864.3/02) **0548 FAILED 3-12-02**

2 By Representative ____

3 On page 6 of the striking amendment, after line 32, insert the
4 following:

5 "(2) Prior to issuing bonds pursuant to this section, the
6 authority shall project the interest rate it expects to receive on the
7 bonds. If the authority determines that the annual rate of interest
8 will exceed six and one-tenth percent, then the authority's ability to
9 issue bonds pursuant to this section is terminated, and any sales
10 agreement between the state and the authority pursuant to section 7 of
11 this act is null and void."

12 Renumber remaining subsections consecutively and correct internal
13 references accordingly.

EFFECT: If the interest rate on the bonds exceeds 6.1%, then the Authority may not issue the bonds and the state's sale of the right to receive the tobacco revenues is null and void.