

By: Representatives Ellington, Gunn, Baker (8th), Staples, Mims, Chism, Beckett, Denny, Davis, Fillingane, Stevens, Lott, Simpson, Guice, Mayhall, Turner, Moore, Snowden, Bounds, Martinson, Rogers (14th), Wells-Smith

To: Ways and Means

HOUSE BILL NO. 1236

1 AN ACT TO PROHIBIT THE LEGISLATURE AND THE GOVERNING
2 AUTHORITIES OF ANY COUNTY, MUNICIPALITY OR OTHER POLITICAL
3 SUBDIVISION OF THE STATE FROM AUTHORIZING THE ISSUANCE OF ANY
4 BONDS, NOTES OR OTHER OBLIGATIONS OF INDEBTEDNESS THAT PLEDGE THE
5 FULL FAITH AND CREDIT OF THE STATE OR POLITICAL SUBDIVISION IF ANY
6 OF THE PROCEEDS MAY BE USED FOR THE PAYMENT OF OR TO DEFRAY COSTS
7 NECESSARILY INCURRED BY ANY AGENCY, DEPARTMENT, INSTITUTION OR
8 INSTRUMENTALITY OF THE STATE OR POLITICAL SUBDIVISION IN ITS
9 DAY-TO-DAY OPERATION OF CONDUCTING BUSINESS OR DELIVERING
10 SERVICES; AND FOR RELATED PURPOSES.

11 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:

12 **SECTION 1.** Neither the Legislature nor the governing
13 authorities of any county, municipality or other political
14 subdivision of the state may authorize the issuance of any bonds,
15 notes or other forms of obligation representing any indebtedness
16 that pledge the full faith and credit of the state or of the
17 county, municipality or political subdivision if any of the
18 proceeds may be used for the payment of or to defray costs
19 necessarily incurred by any agency, department, institution or
20 instrumentality of the state, county, municipality or political
21 subdivision in its day-to-day operation of conducting business or
22 delivering services, including, but not limited to, expenses and
23 costs related to salaries, travel expenses, office rental, office
24 equipment or supplies, motor vehicles and utility costs.

25 **SECTION 2.** This act shall take effect and be in force from
26 and after July 1, 2005.