

House Finance, Ways and Means Committee Amd # 1

Amendment No. 1 to HB0172

**Kisber
Signature of Sponsor**

FILED
Date _____
Time _____
Clerk _____
Comm. Amdt. _____

AMEND Senate Bill No. 48*

House Bill No. 172

by changing the period at the end of the amendatory language of Section 1 to a comma and adding thereto the following:

incurred after January 1, 1999. The state portion of the tax revenue shall be distributed to the sports authority only if, at the date of such distribution, the sports authority has outstanding indebtedness due on such bonds or notes described above.

AND FURTHER AMEND by deleting the phrase "and whether or not such systems, improvements or facilities are subsequently dedicated for public use" in the amendatory language of Section 3 and by inserting instead the following:

provided such supporting system or facility is dedicated for public use.

AND FURTHER AMEND by adding the following new section, to be appropriately designated:

Section ___. Tennessee Code Annotated, Section 7-67-112, is amended by adding thereto a new subsection as follows:

() Notwithstanding the foregoing, if the sports authority is not the owner of the sports and recreational facility, then prior to the issuance of any bonds for a project as defined in Section 7-67-103(h) related to the sports and recreational facility, the sports authority, in addition to the pledge of revenues from the project as the source of payment for such bonds, shall provide further security for the payment of the bonds, such as bond insurance, a surety bond, a letter of credit, a third party guarantee, the contractual obligation of the owner or operator of the sports facility as to its ownership and operation during the term of the bonds, or other similar security, all of which must be submitted to the comptroller of the treasury for approval.