

PROPOSED AMENDMENT
SENATE AMENDMENTS TO S.C.R. 1060
(Reference to printed resolution)

1 Strike everything after the resolving clause and insert:

2 "1. Article IX, section 5, Constitution of Arizona, is proposed to be
3 amended as follows if approved by the voters and on proclamation of the
4 Governor:

5 5. Power of state to contract debts; purposes; limit;
6 restrictions; application

7 Section 5. ~~The state may contract debts to supply the~~
8 ~~casual deficits or failures in revenues, or to meet expenses not~~
9 ~~otherwise provided for; but the aggregate amount of such debts,~~
10 ~~direct and contingent, whether contracted by virtue of one or~~
11 ~~more laws, or at different periods of time, shall never exceed~~
12 ~~the sum of three hundred and fifty thousand dollars; and~~

13 A. THE STATE MAY CONTRACT DEBTS TO MEET EXPENSES NOT
14 OTHERWISE PROVIDED FOR, EXCEPT THAT ANY SUCH DEBTS MUST MEET THE
15 FOLLOWING CONDITIONS:

16 1. THE AGGREGATE AMOUNT OF ANY SUCH DEBTS MAY NEVER EXCEED
17 FIVE PER CENT OF THE NET ASSESSED PROPERTY VALUE IN THE STATE,
18 REGARDLESS OF WHEN THE DEBT WAS ISSUED OR INCURRED OR WHETHER
19 CONTRACTED AT DIFFERENT PERIODS OF TIME OR PURSUANT TO ONE OR
20 MORE LAWS.

21 2. BEGINNING JANUARY 1, 2012, THE LEGISLATURE MUST PROVIDE
22 FOR A SOURCE OF REVENUE OTHER THAN THE STATE GENERAL FUND TO PAY
23 PRINCIPAL, INTEREST AND ISSUANCE, REDEMPTION AND ADMINISTRATIVE
24 COSTS OF DEBTS INCURRED OR ISSUED AFTER THAT DATE.

25 3. The money arising from the creation of such debts shall
26 be applied to the purpose for which it was obtained or to repay
27 the debts so contracted, and to no other purpose.

28 B. In addition to the above limited power to contract
29 debts the state may borrow money to repel invasion, suppress

1 insurrection, or defend the state in time of war; but the money
2 thus raised shall be applied exclusively to the object for which
3 the loan shall have been authorized or to the repayment of the
4 debt thereby created. No money shall be paid out of the state
5 treasury, except in the manner provided by law.

6 C. BOND ISSUES AND OTHER OBLIGATIONS THAT ARE SECURED BY
7 THE FULL FAITH AND CREDIT OF THIS STATE ARE SUBJECT TO APPROVAL
8 BY THE QUALIFIED ELECTORS AS PROVIDED BY ARTICLE VII, SECTION 13.

9 D. THIS SECTION APPLIES TO ANY OBLIGATION OF THIS STATE OR
10 OF AN AGENCY OR INSTRUMENTALITY OF THIS STATE REGARDLESS OF THE
11 SOURCE OF REVENUES OR FUNDS PLEDGED FOR THE PAYMENT OF THE
12 OBLIGATION, INCLUDING INSTRUMENTS COMMONLY KNOWN AS GENERAL
13 OBLIGATION BONDS, REVENUE BONDS, LONG-TERM AND SHORT-TERM NOTES
14 AND OBLIGATIONS AND CERTIFICATES OF PARTICIPATION.

15 2. The Secretary of State shall submit this proposition to the voters
16 at the next general election as provided by article XXI, Constitution of
17 Arizona."

18 Amend title to conform

RUSSELL PEARCE

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03/03/2010
1:12 PM
C: dmt