

REFERENCE TITLE: municipal bonds; environmental sustainability;
prohibition

State of Arizona
Senate
Fifty-fifth Legislature
Second Regular Session
2022

SB 1132

Introduced by
Senator Rogers

AN ACT

AMENDING TITLE 9, CHAPTER 4, ARTICLE 8, ARIZONA REVISED STATUTES, BY
ADDING SECTION 9-500.48; RELATING TO MUNICIPAL BONDING AUTHORITY.

(TEXT OF BILL BEGINS ON NEXT PAGE)

1 Be it enacted by the Legislature of the State of Arizona:

2 Section 1. Title 9, chapter 4, article 8, Arizona Revised Statutes,
3 is amended by adding section 9-500.48, to read:

4 9-500.48. Municipal bonds; environmental sustainability;
5 prohibition; definitions

6 A. NOTWITHSTANDING ANY OTHER LAW, A MUNICIPALITY MAY NOT ISSUE A
7 GREEN BOND TO FINANCE OR REFINANCE A GREEN PROJECT.

8 B. FOR THE PURPOSES OF THIS SECTION:

9 1. "GREEN BOND" MEANS ANY TYPE OF BOND INSTRUMENT IN WHICH THE
10 PROCEEDS, OR AN EQUIVALENT AMOUNT, ARE EXCLUSIVELY APPLIED TO FINANCE OR
11 REFINANCE, IN PART OR IN FULL, A NEW OR EXISTING GREEN PROJECT.

12 2. "GREEN PROJECT":

13 (a) MEANS A PROJECT THAT CONTRIBUTES TO ENVIRONMENTAL OBJECTIVES,
14 INCLUDING:

15 (i) CLIMATE CHANGE MITIGATION.

16 (ii) CLIMATE CHANGE ADAPTATION.

17 (iii) CARBON NEUTRALITY.

18 (iv) CARBON MITIGATION MEASURES.

19 (b) DOES NOT INCLUDE POLLUTION PREVENTION AND CONTROL.