

31:1-7 et seq.

December 17, 1970

LEGISLATIVE HISTORY OF R.S.C 31:1-7 et seq.
(Suspends till June 30, 1971 Maximum interest rates
to Counties, municipalities, school districts.)

copy

1.1970 - Chap.49 - A885.

April 6 - Introduced by Robertson

April 27 - Passed Senate, amended (copy enclosed)

April 30 - Senate amended, passed Assembly.

No statement.

This bill listed as "approved" in:

974.905 League of New Jersey Municipalities
895 Legislative bulletin
No.7, April 28, 1970 p.2

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JH/EE
Enclosure

ASSEMBLY, No. 885

STATE OF NEW JERSEY

INTRODUCED APRIL 6, 1970

By Assemblyman ROBERTSON

(Without Reference)

AN ACT to amend the title of "An act temporarily suspending the statutory maximum rate of interest limitations applicable to borrowings by counties municipalities, school districts, fire districts in townships, State agencies and other public authorities and agencies," approved March 19, 1970 (P. L. 1970, c. 21), so that the same shall read "An act temporarily suspending the statutory maximum rate of interest limitations applicable to borrowings by counties, municipalities, school districts, fire districts, State agencies and other public authorities and agencies," and to amend the body of said act.

1 BE IT ENACTED *by the Senate and General Assembly of the State*
2 *of New Jersey:*

1 1. The title of P. L. 1970, chapter 21 is amended to read as fol-
2 lows: An act temporarily suspending the statutory maximum rate
3 of interest limitations applicable to borrowings by counties, mu-
4 nicipalities, school *and other* districts, **[fire districts in townships,]**
5 State agencies and other public authorities and agencies.

1 2. Section 1 of P. L. 1969, chapter 137 (C. 31:1-7) is amended
2 to read as follows:

1 1. Notwithstanding the provisions of section 31:1-1 of the Re-
2 vised Statutes or of regulations issued thereunder, or of any other
3 law, statute or regulation applicable to or constituting any limita-
4 tion on the maximum rate of interest per annum payable on bonds,
5 notes or other obligations, or as to annual interest cost to maturity
6 of money borrowed or received upon issuance of bonds, notes or
7 other obligations, every county, municipality, school district **[fire**
8 **district in a township,]** body corporate and politic, *district* or pub-
9 lic authority, agency, commission, bond bank *or agency*, or other
10 public institution heretofore or hereafter created by the State, any
11 county, or municipality or by one or more counties or municipalities,

EXPLANATION—Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and is intended to be omitted in the law.

12 is hereby authorized and empowered for the period from the effec-
13 tive date of this act through June 30, **[1970]** 1971, to contract to
14 pay interest on or an interest cost per annum for money borrowed
15 and evidenced by bonds, notes or other obligations issued during
16 said period without limit as to the rate of interest per annum paya-
17 ble thereon or as to the annual interest cost to maturity of the money
18 borrowed.

1 3. Section 2 of P. L. 1969, chapter 137 (C. 31:1-8) is amended
2 to read as follows:

3 2. This act shall be liberally construed to effect its legislative
4 purpose of suspending for the aforesaid period any existing statu-
5 tory limitation as to rate of interest or cost of money borrowed or
6 provision of law with respect thereto and applicable to any county,
7 municipality, school district, **[fire district in a township,]** body
8 corporate and politic, *district* or public authority, agency, commis-
9 sion, bond bank *or agency* or other public institution heretofore
10 or hereafter created by the State, or any one or more counties or
11 municipalities, but nothing herein contained shall be held or deemed
12 in any way to effect or to impair existing contract limitations with
13 bondholders or others as to rate of interest or cost of money
14 borrowed without the consent of such bondholders or others given
15 as provided in any such contract.

1 4. Section 3 of P. L. 1969, chapter 137 (C. 31:1-9) is amended
2 to read as follows:

3 3. This act shall constitute and be construed as a suspension
4 and as an amendment, for the aforesaid period, of the provisions
5 of every law or statute establishing any limitation as to rate of
6 interest per annum or cost of borrowing money applicable to any
7 county, municipality, school district, *body corporate and politic,*
8 *district* or public authority, agency, commission, bond bank *or*
9 *agency* or other public institution heretofore or hereafter created
10 as aforesaid.

1 5. This act shall take effect immediately.

SENATE COMMITTEE AMENDMENTS TO
ASSEMBLY, No. 885

—◆—
STATE OF NEW JERSEY
—◆—

ADOPTED APRIL 23, 1970

Amend page 1, title, line 8, after "school", insert "and other"; omit "fire dis-".

Amend page 1, section 2, lines 1 and 2, omit "of section 31:1-1 of the Revised Statutes or of regulations issued thereunder, or".

Amend page 1, section 2, line 9, omit ", bond bank or agency,".

Amend page 2, section 3, line 9, omit ", bond bank or agency".

Amend page 2, section 4, lines 8 and 9, omit ", bond bank or agency".

CHAPTER 49 LAWS OF N. J. 1970

APPROVED 5/8/70

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STATE OF NEW JERSEY

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5 notes or other obligations, or as to annual interest cost to maturity
6 of money borrowed or received upon issuance of bonds, notes or
7 other obligations, every county, municipality, school district **[fire**
8 **district in a township,]** body corporate and politic, *district* or pub-
9 lic authority, agency, commission ***[, bond bank or agency,]*** or other
10 public institution heretofore or hereafter created by the State, any
11 county, or municipality or by one or more counties or municipalities,

EXPLANATION—Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and is intended to be omitted in the law.

12 is hereby authorized and empowered for the period from the effective date of this act through June 30, [1970] 1971, to contract to pay interest on or an interest cost per annum for money borrowed and evidenced by bonds, notes or other obligations issued during said period without limit as to the rate of interest per annum payable thereon or as to the annual interest cost to maturity of the money borrowed.

1 3. Section 2 of P. L. 1969, chapter 137 (C. 31:1-8) is amended to read as follows:

3 2. This act shall be liberally construed to effect its legislative purpose of suspending for the aforesaid period any existing statutory limitation as to rate of interest or cost of money borrowed or provision of law with respect thereto and applicable to any county, municipality, school district, [fire district in a township,] body corporate and politic, *district* or public authority, agency, commission* [bond bank or agency]* or other public institution heretofore or hereafter created by the State, or any one or more counties or municipalities, but nothing herein contained shall be held or deemed in any way to effect or to impair existing contract limitations with bondholders or others as to rate of interest or cost of money borrowed without the consent of such bondholders or others given as provided in any such contract.

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