

1 SB77  
2 125847-2  
3 By Senator Marsh  
4 RFD: Job Creation and Economic Development  
5 First Read: 01-MAR-11

1 125847-2:n:02/23/2011:JMH/tan LRS2011-503R1

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8 SYNOPSIS: This bill would provide that if the state  
9 makes a commitment to a company to provide economic  
10 development funds as an incentive to build or  
11 expand in this state, the state and the company  
12 must enter into a written mutually acceptable  
13 contract within five years after the date of the  
14 commitment in order for the commitment to be valid.

15 This bill would provide that any commitment  
16 already made by the state where the company and the  
17 state do not enter into a written mutually  
18 acceptable contract within five years after the  
19 date of the commitment or one year after the  
20 effective date of this act is void.

21  
22 A BILL

23 TO BE ENTITLED

24 AN ACT

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26 To provide that if the state makes a commitment to a  
27 company to provide economic development funds, the state and

1 the company must enter into a written, mutually acceptable  
2 contract within a certain time for the commitment to be valid.

3 BE IT ENACTED BY THE LEGISLATURE OF ALABAMA:

4                   Section 1. (a) After the effective date of this act,  
5 no commitment made by the state to provide economic  
6 development funds as an incentive for a company to build or  
7 expand in this state shall be valid unless the state and the  
8 company to whom the commitment was made, within five years of  
9 the date of the commitment, enter into a mutually acceptable  
10 written contract outlining the conditions of the project.

11                   (b) Any commitment made by the state before the  
12 effective date of this act in which the state and the company  
13 to whom the commitment was made have not entered into a  
14 mutually acceptable written contract outlining the conditions  
15 of the project is void after five years from the date of the  
16 commitment or one year after the effective date of this act,  
17 whichever is later.

18                   Section 2. This act shall become effective  
19 immediately following its passage and approval by the  
20 Governor, or its otherwise becoming law.