

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

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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.

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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.