

FIRST REGULAR SESSION

# HOUSE BILL NO. 1177

## 101ST GENERAL ASSEMBLY

INTRODUCED BY REPRESENTATIVE DAVIS.

2410H.011

DANA RADEMAN MILLER, Chief Clerk

### AN ACT

To amend chapter 29, RSMo, by adding thereto one new section relating to the government lending transparency act.

*Be it enacted by the General Assembly of the state of Missouri, as follows:*

Section A. Chapter 29, RSMo, is amended by adding thereto one new section, to be known as section 29.420, to read as follows:

**29.420. 1. This section shall be known as the "Government Lending Transparency Act".**

**2. As used in this section, the following terms shall mean:**

**(1) "Credit support program", any state program that guarantees or provides credit enhancements, such as state support for interest or principal payments, to the debt of parties or to other branches of government or municipalities, under which the state would be required to provide moneys if the borrower failed to pay;**

**(2) "Lending program", any state program that offers moneys to private parties or to other branches of government or municipalities that come with the expectation of repayment.**

**3. At the end of each fiscal year, the state auditor shall be empowered and required to report on all state lending programs and credit support programs in a single document, which shall also cite the authority for operation of the lending and credit support programs.**

**4. At the end of each fiscal year, the state auditor shall be empowered and required to compile the total dollar amount of all lending in state lending programs and the total amount of debt supported by credit support programs.**

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

18           **5. At the end of each fiscal year, the state auditor shall make reasonable estimates**  
19 **of the costs of likely defaults on lending programs and credit support programs. When**  
20 **possible, the state auditor shall use equivalent private market debts to evaluate the**  
21 **likelihood and costs of defaults.**

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