



LAWS OF ALASKA

1978

Source

Chapter No.

SB 637 am

130

AN ACT

Requiring the use of independent financial advisors for negotiated private sales of bonds or bond anticipation notes; ratifying certain past sales; and providing for an effective date.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

* Section 1. FINDINGS. The legislature finds that there is a potential conflict of interest in negotiating a private sale of bonds or bond anticipation notes to underwriters, and therefore, determines that the public interest should be protected by the use of independent financial advisors by issuers of state or municipal bonds.

* Sec. 2. AS 18.56.115 is repealed and re-enacted to read:

Sec. 18.56.115. INDEPENDENT FINANCIAL ADVISOR. In negotiating the private sale of bonds or bond anticipation notes to an underwriter, the corporation shall retain a financial advisor who is independent from the underwriter.

* Sec. 3. RATIFICATION. Any sales of bonds or bond anticipation notes to an underwriter before the effective date of secs. 1 - 2 of this Act are valid and are ratified notwithstanding the underwriter's providing the issuer with financial or fiscal programming or marketing assistance.

* Sec. 4. EFFECTIVE DATE. This Act takes effect immediately in accordance with AS 01.10.070(c).

Approved by the Governor: July 8, 1978
Actual Effective Date: July 9, 1978