



# LAWS OF ALASKA

1978

Source

Chapter No.

HCS GSSB 430 am H

48

## AN ACT

Extending the authority of the Alaska Municipal Bond Bank; and providing for an effective date.

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

\* Section 1. AS 44.58.170(b) is amended to read:

(b) Notwithstanding any provision of law, to the extent that any department or agency of the state is the custodian of money payable to a municipality, at any time after written notice to the department or agency head from the bond bank authority that the municipality is in default on the payment of principal or interest on municipal general obligation bonds of the municipality then held or owned by the bond bank authority, the department or agency shall withhold the payment of that money from that municipality and pay over the money to the bond bank authority for the purpose of paying principal of and interest on bonds of the bond bank authority.

\* Sec. 2. AS 44.58.410(3) is amended to read:

(3) "municipal bond" means a bond or note or evidence of debt which constitutes

(A) a general obligation bond which is a direct and general obligation of a political subdivision of the state, all the taxable property within which is subject to taxation to pay the bond, note or evidence of debt, and the interest without limitation, as to rate or amount generally to the extent permitted by law or to avoid a default as provided for second class cities under AS 29.53.410; or

(B) a revenue bond, except a revenue bond for electrical generation purposes, issued by a

Chapter 48

municipality which is a pledge of the revenue of a revenue-producing capital improvement payable solely from unpledged revenue of the public facility for which the obligations are issued; or

(C) a general obligation bond or revenue bond combined or additionally secured;

\* Sec. 3. AS 44.58.420 is amended to read:

Sec. 44.58.420. SHORT TITLE. This chapter may be cited as the Alaska Municipal Bond Bank Authority Act or the Alaska Municipal Bond Bank Act. In transactions involving general obligation bonds of municipalities, the Alaska Municipal Bond Bank Authority created by this chapter may be referred to as the Alaska Municipal Bond Bank with the same legal effect as if the reference were to Alaska Municipal Bond Bank Authority.

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