

HOUSE JOINT RESOLUTION NO. 23

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-FIRST LEGISLATURE - FIRST SESSION

BY REPRESENTATIVE DAVIS

Introduced: 3/5/99

Referred: Community and Regional Affairs, Judiciary, Finance

A RESOLUTION

**1 Proposing amendments to the Constitution of the State of Alaska relating to the
2 community development fund, the permanent fund, and the budget reserve fund.**

3 BE IT RESOLVED BY THE LEGISLATURE OF THE STATE OF ALASKA:

4 * Section 1. Article IX, Constitution of the State of Alaska, is amended by adding a new
5 section to read:

6 Section 18. Community Development Fund. (a) There is established as a
7 separate fund in the State treasury the community development fund. Appropriations
8 may be made to the principal of the fund, but the principal of the fund may not be
9 appropriated. Money in the community development fund shall be invested so as to
10 yield competitive market rates to the fund. Income of the fund shall be retained in the
11 fund until it is distributed under (b) of this section. Section 7 of this article does not
12 apply to appropriations or other deposits made to the fund or to income retained in the
13 fund.

14 (b) At the end of each fiscal year, income from the community development
15 fund shall be distributed to organized boroughs and cities as provided by law. Section
16 13 of this article does not apply to distributions under this subsection.

1 * **Sec. 2.** Article XV, Constitution of the State of Alaska, is amended by adding a new
2 section to read:

3 **Section 30. Transitional Provisions Relating to the Community**
4 **Development Fund.** (a) Within thirty days after the effective date of the 2000
5 amendment establishing the community development fund (art. IX, sec. 18), seven
6 hundred fifty million dollars or the balance in the budget reserve fund, whichever is
7 less, shall be transferred from the budget reserve fund (art. IX, sec. 17) to the principal
8 of the community development fund.

9 (b) Notwithstanding provisions relating to income of the permanent fund in
10 Section 15 of Article IX, two percent of the income of the permanent fund earned in
11 fiscal year 2001 and in each fiscal year thereafter shall be transferred to the principal
12 of the community development fund. Transfers to the community development fund
13 under this subsection shall end after the transfer of income earned in fiscal year 2020
14 is made.

15 (c) Notwithstanding provisions relating to distribution of income from the
16 community development fund in Section 18(b) of Article IX, distributions may not be
17 made before July 1, 2002.

18 * **Sec. 3.** The amendments proposed by this resolution shall be placed before the voters of
19 the state at the next general election in conformity with art. XIII, sec. 1, Constitution of the
20 State of Alaska, and the election laws of the state.