

Introduced: 3/17/64  
Referred: Health, Welfare  
and Education and Finance

1 IN THE HOUSE

BY THE HEALTH, WELFARE AND  
EDUCATION COMMITTEE

2 HOUSE BILL NO. 421

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 THIRD LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to a debt of the state;  
7 providing for the issuance of general obli-  
8 gation bonds for acquiring, constructing,  
9 and equipping vocational education and man-  
10 power training and retraining facilities;  
11 providing for the submission to a vote of  
12 the qualified voters of the state of the  
13 proposition of whether or not such bonds may  
14 be issued for such purposes; and providing  
15 for an effective date."

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

17 \* Section 1. For the purpose of paying part or all of the cost  
18 of acquiring, constructing, and equipping vocational education and  
19 man-power training and retraining facilities, general obligation  
20 bonds of the state in the principal sum of not to exceed  
21 \$2,000,000 shall be issued and sold. The full faith, credit, and  
22 resources of the state shall be and are hereby pledged to the pay-  
23 ment of the principal of and interest on such bonds, which bonds  
24 shall be issued under the provisions of AS 37.15. The legislature  
25 may provide additional sources of money for the payment of such  
26 principal and interest and this Act shall not be deemed to provide  
27 an exclusive method of payment. Such bonds shall bear interest at  
28 a rate of not to exceed six per cent per annum and shall mature in  
29 not to exceed 30 years from date of issue.

1       \* Sec. 2. The amounts of such bonds to be issued from time to  
2 time and the time or times of their issuance shall be fixed by  
3 the State Bond Committee (created by AS 37.15.110).

4       \* Sec. 3. The Board of Vocational Education of the Department  
5 of Education shall designate the specific capital improvements to  
6 be acquired, constructed, and equipped out of the proceeds of sale  
7 of the bonds mentioned in sec. 1 of this Act. In designating the  
8 specific capital improvements, the Board of Vocational Education  
9 shall consider

10               (1) which of the educational needs of the state are  
11 most pressing;

12               (2) the availability of participating money or other  
13 money to pay the cost of acquiring, constructing, or equipping  
14 educational facilities;

15               (3) the residence within the state of the largest  
16 groups of persons likely to use constructed or acquired facilities;

17               (4) the availability of utilities for, living and  
18 boarding facilities at, and means of transportation to the facili-  
19 ties;

20               (5) the orderly and economic development of the re-  
21 sources and industry of the state.

22       \* Sec. 4. In the event the issuance of such bonds is authoriz-  
23 ed by the qualified voters of the state, the sum of \$15,000 or so  
24 much thereof as shall be found necessary is appropriated from the  
25 general fund of the state to carry out the provisions of this Act,  
26 and to pay all expenses incident to the sale and issuance of the  
27 bonds authorized herein. The amounts expended from the appropria-  
28 tion made by this section shall be reimbursed to the general fund  
29 from the proceeds of the sale of the bonds authorized by this Act.

1       \* Sec. 5. In the event the issuance of such bonds is authoriz-  
2 ed by the qualified voters of the state, a special fund of the  
3 state to be known as the "Education Facilities Construction Fund"  
4 shall be created, into which shall be paid the proceeds of the  
5 sale of the bonds described in sec. 1 of this Act except for  
6 accrued interest. For the purpose of acquiring, constructing, and  
7 equipping capital improvements designated under sec. 3 of this Act,  
8 there is hereby appropriated from the "Education Facilities Con-  
9 struction Fund" to the Department of Public Works the sum of  
10 \$2,000,000.

11       \* Sec. 6. In the event the issuance of such bonds is authoriz-  
12 ed by the qualified voters of the state, a special fund of the  
13 state to be known as the "Education Facilities General Obligation  
14 Bond Redemption Fund" shall be created, to the credit of which  
15 there shall be set aside such amounts of money as may be necessary  
16 to pay the principal of and interest on the outstanding bonds of  
17 the issue described in sec. 1 of this Act, and which fund shall  
18 be used for the sole purpose of paying and securing the payment  
19 of such principal and interest as the same shall become due.

20       \* Sec. 7. The question of whether or not the bonds authorized  
21 herein shall be issued for the purposes herein provided shall be  
22 submitted to the qualified voters of the state at the next state  
23 general election to be held on November 3, 1964, in accordance  
24 with the provisions of the constitution and the laws of the state.  
25 The secretary of state shall fix the ballot title to be submitted  
26 to the qualified voters for their ratification of the state debt  
27 authorized by this Act, and shall do everything else necessary to  
28 place such proposition before said qualified voters at said next  
29 state general election.

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\* Sec. 8. The proposition to be submitted to the qualified voters at said election shall read substantially as follows:

Proposition  
State General Obligation Education Facilities  
Construction Bonds  
\$2,000,000

Shall the State of Alaska issue its general obligation bonds in the principal sum of not to exceed \$2,000,000 bearing interest not to exceed six per cent per annum and maturing in not to exceed 30 years from date of issue for the purpose of paying part or all of the cost of acquiring, constructing, and equipping vocational education and man-power training and retraining facilities?

Bonds Yes

Bonds No

\* Sec. 9. This Act takes effect on the day after its passage and approval or on the day it becomes law without such approval.