

Original Sponsor: Rules
Committee by Request of
the Governor

Introduced: 5/27/64

1 IN THE HOUSE

BY THE FINANCE COMMITTEE

2 CS FOR HOUSE BILL NO. 459

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 borrowing money from
7 the United States Government to meet the
8 consequences of the earthquake of March 27,
9 1964; and providing for an effective date."

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

11 * Section 1. For the purpose of providing funds to meet the
12 effects, throughout the state, of the earthquake that occurred in
13 the southcentral part of the state on March 27, 1964, and all of
14 the consequences and results thereof, the State Bond Committee is
15 hereby authorized to borrow from the United States Government,
16 without a vote of the people, money in the principal amount of
17 not to exceed Twelve Million Three Hundred Thousand Dollars
18 (\$12,300,000) as authorized by Article IX, Section 8 of the
19 Alaska Constitution.

20 The full faith, credit and resources of the state shall be
21 and are hereby pledged to the payment of the principal of and
22 interest on the money borrowed, and the legislature may provide
23 additional sources for the payment of such principal and interest

24 * Sec. 2. Money shall be borrowed by the State Bond Committee
25 at such time or times as found necessary by the governor and bear-
26 ing such rate or rates of interest and maturing at such time or
27 times as the State Bond Committee deems to be in the best inter-
28 ests of the state and its inhabitants. The State Bond Committee
29 is hereby authorized to issue notes for money borrowed and to do

CSHB 459

-1-

1 all things which in its judgment are necessary to borrow money
2 from the United States Government as authorized in this Act.

3 * Sec. 3. In the event that money is borrowed pursuant to this
4 Act, the money borrowed, except for accrued interest, shall be
5 placed in a special fund of the state to be known as the "Natural
6 Disaster Recovery Fund of 1964" which was authorized to be created
7 by Sec. 3, Ch. 48, SLA 1964. The amount or amounts borrowed shall
8 be used for the purposes of meeting the effects throughout the
9 state of the earthquake that occurred on March 27, 1964, through
10 such programs and appropriations as may be authorized by the
11 legislature.

12 * Sec. 4. In the event that money is borrowed as authorized
13 in this Act, amounts of money necessary to pay the principal of
14 and interest on all money borrowed shall be paid into another
15 special fund to be known as the "Natural Disaster General Obliga-
16 tion Bond Redemption Fund" which was authorized to be created by
17 Sec. 5, Ch. 48, SLA 1964. Money paid into the account shall be
18 used for the purpose of paying and securing the payment of prin-
19 cipal and interest on money borrowed under this Act as it shall
20 become due.

21 * Sec. 5. The amount of money which the legislature may further
22 authorize to be borrowed pursuant to Ch. 48, SLA 1964, is dimin-
23 ished by the amount of money borrowed pursuant to this Act, unless
24 the said amount of Twelve Million Three Hundred Thousand Dollars
25 (\$12,300,000) or any portion thereof is borrowed for a period not
26 to exceed two years from the borrowing date and in anticipation
27 of the sale of disaster bonds authorized by the legislature.

28 * Sec. 6. This Act takes effect on the day after its passage
29 and approval or on the day it becomes law without such approval.