

Introduced: 5/26/64
Referred: Finance

1 IN THE HOUSE

BY THE RULES COMMITTEE
BY REQUEST OF THE GOVERNOR

2 HOUSE BILL NO. 460

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 the issuance of
7 \$6,500,000 of general obligation bonds or
8 borrowing of \$6,500,000 from the United
9 States Government to provide municipalities
10 with grants of funds in amounts not to ex-
11 ceed ten percent of the Urban Renewal
12 Program cost to match Federal funds under
13 Federal urban renewal programs made neces-
14 sary by damage caused by the natural disas-
15 ter of March 27, 1964; providing standards
16 under which grants of funds shall be made
17 to municipalities; creating a municipal
18 urban renewal matching fund account and
19 appropriating \$6,500,000 therefor; creating
20 a bond or loan redemption account; and
21 providing an effective date."

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

23 * Section 1. From the proceeds of the sale of \$50,000,000 of
24 general obligation bonds of the state authorized in Ch. 48, SLA
25 1964 to provide funds to meet the effects throughout the state of
26 Alaska of the earthquake that occurred on March 27, 1964, or from
27 money borrowed from the United States Government by the State of
28 Alaska, as authorized by the legislature, to provide funds to
29 meet the effects of the earthquake of March 27, 1964, an amount

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1 not to exceed \$6,500,000 shall be expended to provide munici-
2 palities damaged by the earthquake of March 27, 1964 with grants
3 of funds to match Federal funds under Federal urban renewal pro-
4 grams. In no event shall grants of state funds to municipalities
5 for an urban renewal program under this Act exceed ten percent
6 of the aggregate of the net project costs of the urban renewal
7 project. Funds shall be available to municipalities to match
8 Federal funds only if the urban renewal project was made necessary
9 by damage caused by the earthquake.

10 * Sec. 2. The governor shall determine the eligibility of
11 municipalities for grants of funds to match Federal funds for
12 urban renewal. In making his determination he shall consider the
13 following standards:

14 (a) The amount of participating money available from
15 the United States Government for urban renewal;

16 (b) The amount and availability of funds from other
17 sources to meet the municipalities' required contribution of
18 matching funds;

19 (c) Whether the urban renewal project was made neces-
20 sary by the earthquake of March 27, 1964;

21 (d) The needs of other municipalities damaged by the
22 earthquake for funds to match Federal funds for urban renewal
23 projects, and the urgency of the needs of other communities as
24 compared with the community under consideration;

25 (e) The cost of the urban renewal project;

26 (f) The general welfare of the state and its in-
27 habitants.

28 * Sec. 3. There is hereby created within the "Natural Disas-
29 ter Recovery Fund of 1964" a special account to be known as the

1 "Municipal Urban Renewal Matching Fund Account" into which shall
2 be paid the proceeds of the sale of bonds or money borrowed from
3 the United States Government described in Section 1 of this
4 Act except for accrued interest. For the purposes of carrying
5 out the provisions of this Act, there is hereby appropriated
6 from the "Municipal Urban Renewal Matching Fund Account" to the
7 office of the governor the sum of \$6,500,000 to provide munici-
8 palities with grants of funds to match Federal funds under
9 Federal urban renewal programs made necessary by damage caused
10 by the earthquake of March 27, 1964.

11 * Sec. 4. There is hereby created within the "Natural Disas-
12 ter General Obligation Bond Redemption Fund" a special account
13 to be known as the "Municipal Urban Renewal Matching Fund Bond
14 and Loan Redemption Account," to the credit of which there shall
15 be set aside such amounts of money as may be necessary to pay
16 the principal of and interest on the outstanding bonds or money
17 borrowed from the United States as described in Section 1 of this
18 Act, and which account shall be used for the purpose of paying
19 and securing the payment of such principal and interest as the
20 same shall become due.

21 * Sec. 5. A report outlining all expenditures of funds re-
22 ceived from the sale of bonds or money borrowed from the United
23 States Government under this Act shall be submitted to the
24 legislature by the State Bond Committee prior to February 1,
25 1965 and annually thereafter for each year in which state grants
26 of funds are expended to match Federal funds on urban renewal
27 projects made necessary by the earthquake of March 27, 1964.

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.