

Introduced: 2/20/64
Referred: Finance

1 IN THE SENATE

RULES COMMITTEE
BY REQUEST OF THE GOVERNOR

2 SENATE BILL NO. 280

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 the purpose of paying the
9 cost of acquiring, constructing, equipping,
10 and making necessary capital improvements
11 to trunk airports at Bethel, Kiana, Point
12 Hope, False Pass, Kotzebue, Willow, Hooper
13 Bay, and at other locations throughout the
14 state; providing for the submission to a
15 vote of the qualified voters of the state
16 of the proposition of whether or not such
17 bonds may be issued for such purposes; and
18 providing for an effective date."

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

20 * Section 1. For the purpose of paying part or all of the
21 cost of acquiring, constructing, equipping, and making necessary
22 capital improvements to trunk airports at Bethel, Kiana, Point
23 Hope, False Pass, Kotzebue, Willow, Hooper Bay, and other loca-
24 tions throughout the state, general obligation bonds of the state
25 in the principal sum of not to exceed \$500,000 shall be issued
26 and sold. The full faith, credit and resources of the state
27 shall be and are hereby pledged to the payment of the principal
28 of and interest on such bonds, which bonds shall be issued under
29 the provisions of AS 37.15. The legislature may provide

1 additional sources of payment of such principal and interest and
2 this Act shall not be deemed to provide an exclusive method of
3 payment. Such bonds shall bear interest at the rate of six per
4 cent per annum and shall mature in not to exceed 30 years from
5 the date of issue.

6 * Sec. 2. The amounts of such bonds to be issued from time
7 to time and the time or times of their issuance shall be fixed
8 by the State Bond Committee (created by AS 37.15) and the specific
9 purpose for which they are to be issued shall be fixed by the
10 governor.

11 * Sec. 3. In the event the issuance of such bonds is
12 authorized by the qualified voters of the state, the sum of
13 money not to exceed the total amount of the bond issue may
14 be advanced from the general fund of the state to carry out
15 the provisions of this Act and to pay all expenses incident to
16 the sale and issuance of the bonds authorized herein. The
17 amounts advanced under this section shall be reimbursed to the
18 general fund from the proceeds of the sale of the bonds autho-
19 rized by this Act.

20 * Sec. 4. In the event the issuance of such bonds is autho-
21 rized by the qualified voters of the state, a special fund of the
22 state, to be known as the "Second Trunk Airport Construction Fund"
23 shall be created, to which shall be paid the proceeds of the sale
24 of the bonds described in section 1 of this Act except for accrued
25 interest. There is hereby appropriated from the "Second Trunk
26 Airport Construction Fund" to the Department of Public Works the
27 sum of \$500,000.

28 * Sec. 5. In the event the issuance of such bonds is autho-
29 rized by the qualified voters of the state, a special fund of the

1 state to be known as the "Second Trunk Airport General Obligation
2 Bond Redemption Fund" shall be created to the credit of which
3 there shall be set aside such amounts of money as are necessary
4 to pay the principal of and the interest on the outstanding bonds
5 of the issue described in section 1 of this Act, and such fund
6 shall be used for the sole purpose of paying and securing the
7 payment of such principal and interest as the same shall become
8 due.

9 * Sec. 6. The question of whether or not the bonds authorized
10 herein shall be issued for the purposes herein provided shall be
11 submitted to the qualified voters of the state at the next state
12 general election to be held on November 3, 1964, in accordance
13 with the provisions of the constitution and laws of the state.
14 The secretary of state shall fix the ballot title to be submitted
15 to the qualified voters for the ratification of the state debt
16 authorized by this Act, and shall do everything else necessary to
17 place such proposition before such qualified voters at said next
18 state general election.

19 * Sec. 7. The proposition to be submitted to the qualified
20 voters at said election shall read substantially as follows:

21 Proposition

22 State General Obligation Trunk Airport

23 Construction Bonds \$500,000

24 Shall the State of Alaska issue its general obligation bonds
25 in the principal sum of not to exceed \$500,000 bearing inter-
26 est not to exceed six per cent per annum and maturing in not
27 to exceed 30 years from the date of issue for the purpose of
28 paying part or all of the cost of acquiring, constructing,
29 equipping and making necessary capital improvements to trunk

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airports at Bethel, Kiana, Point Hope, False Pass, Kotzebue,
Willow, Hooper Bay, and other locations throughout the
state?

Bonds Yes

Bonds No

* Sec. 8. This Act takes effect on the day after its passage
and approval or on the day it becomes law without such approval.