

1 IN THE HOUSE

BY MR. SASSARA

2 HOUSE BILL NO. 156

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 FOURTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act requiring public sale of general  
7 obligation school bond issues in excess of  
8 \$50,000 in principal amount."

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

10 \* Section 1. AS 29.50.030 is amended to read:

11 Sec. 29.50.030. FORM, TERMS AND SALE OF BONDS. (a)

12 The governing body may fix the date of the bonds, the de-  
13 nominations, maturities, place of payment, redemption terms  
14 if any, registration privileges, the manner of execution and  
15 signatures required.

16 (b) The governing body may sell the bonds at public or  
17 private sale except that all school bond issues in excess of  
18 \$50,000 in principal amount shall be sold at public sale.

19 (c) If a bond issue is sold at public sale, notice of  
20 the sale shall be published once a week for three consecutive  
21 weeks in a newspaper of general circulation in the judicial  
22 district in which the municipal corporation is located. The  
23 notice shall contain the hour, date, and place at which  
24 sealed bids for the issue will be received and opened. The  
25 first notice shall be published at least 20 days before the  
26 sale date. The governing body shall meet on the sale date,  
27 open the bids received, and award the bonds to the responsible  
28 bidder offering the lowest net interest cost for the issue.  
29 Bids for the issue at less than the principal amount plus

1 accrued interest shall not be accepted. The governing body  
2 may reject any or all bids. If all bids are rejected, or if  
3 no bids are received, the governing body may sell the issue  
4 at private sale.

5 (d) If an officer whose signature appears on the bonds  
6 or coupons ceases to be an officer before delivery of the  
7 bonds, the signature is, nevertheless, valid and sufficient  
8 for all purposes, as if the officer had remained in office  
9 until delivery.

10 (e) The governing body shall fix the rate of interest  
11 of the bonds and determine whether they are payable annually  
12 or semiannually.

13 \* Sec. 2. AS 14.15.750(a) is amended to read:

14 (a) The assembly or council of a borough or city which  
15 constitutes a [A] school district may construct, improve,  
16 extend, repair, reconstruct, acquire and operate school  
17 buildings and appurtenances and incur general obligation  
18 bonds and revenue and refunding bond indebtedness for any of  
19 these purposes in the manner provided in AS 29.50.010 -  
20 29.50.080.

21 \* Sec. 3. AS 14.15.750(b) and (c) are repealed.  
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