

Introduced: 2/10/66
Referred: State Affairs
and Finance

1 IN THE HOUSE

BY THE RULES COMMITTEE
BY REQUEST OF THE GOVERNOR

2 HOUSE BILL NO. 399

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 FOURTH 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
8 obligation bonds in the amount of \$8,000,000
9 for the purpose of providing funds in
10 addition to federal funds available for
11 payment of the cost of designing, acquiring,
12 and constructing highways in the state;
13 providing for the submission to a vote of
14 the qualified voters of the state of the
15 proposition of whether or not such bonds
16 may be issued for such purposes; and
17 providing an effective date."

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

19 * Section 1. For the purpose of providing funds in addition
20 to federal funds available for payment of the cost of designing,
21 acquiring, and constructing highways within the state, general
22 obligation bonds of the state in the principal sum of not to
23 exceed \$8,000,000 shall be issued and sold. The full faith,
24 credit and resources of the state shall be and are hereby pledged
25 to the payment of the principal of and interest on such bonds,
26 which bonds shall be issued under the provisions of AS 37.15.
27 The legislature may provide additional sources of money for the
28 payment of such principal and interest, and this Act shall not

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1 be deemed to provide an exclusive method of payment. The bonds
2 shall bear interest at a rate of not to exceed six percent per
3 annum and shall mature in not to exceed 30 years from date of
4 issue.

5 * Sec. 2. The amounts of such bonds to be issued from time to
6 time and the time or times of their issuance shall be fixed by the
7 State Bond Committee (created by AS 37.15.110), and the specific
8 uses of the proceeds of such bonds shall be determined by the
9 governor.

10 * Sec. 3. In the event the issuance of such bonds is authori-
11 zed by the qualified voters of the state, the sum of \$10,000 or so
12 much thereof as shall be found necessary is appropriated from the
13 general fund of the state to carry out the provisions of this Act
14 and to pay expenses incident to the sale and issuance of the bonds
15 authorized herein. The amounts expended from the appropriation
16 authorized by this section shall be reimbursed to the general fund
17 from the proceeds of the sale of the bonds authorized by this Act.

18 * Sec. 4. In the event the issuance of such bonds is authori-
19 zed by the qualified voters of the state, a special fund of the
20 state to be known as the "1966 Highway Construction Fund" shall
21 be created, into which shall be paid the proceeds of the sale of
22 the bonds described in section 1 of this Act except for accrued
23 interest and premiums. There is hereby appropriated from the
24 "1966 Highway Construction Fund" to the Department of Highways
25 the sum of \$2,625,000.

26 * Sec. 5. In the event the issuance of such bonds is autho-
27 rized by the qualified voters of the state, a special fund of
28 the state to be known as the "1966 Highway General Obligation
29 Bond Redemption Fund" shall be created, to the credit of which

1 there shall be set aside such amounts of money as may be neces-
2 sary to pay the principal of and interest on the outstanding
3 bonds of the issue described in section 1 of this Act, and which
4 fund shall be used for the sole purpose of paying and securing
5 the payment of such principal and interest as the same shall
6 become due.

7 * Sec. 6. The question of whether or not the bonds authorized
8 herein shall be issued for the purposes herein provided shall be
9 submitted to the qualified voters of the state at the next state
10 general election to be held on November 8, 1966, in accordance
11 with the provisions of the constitution and laws of the state.
12 The secretary of state shall fix the ballot title to be submitted
13 to the qualified voters for their ratification of the state debt
14 authorized by this Act, and shall do everything else necessary
15 to place such proposition before said qualified voters at said
16 next state general election.

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

19 Proposition

20 State General Obligation Highway

21 Construction Bonds \$8,000,000

22 Shall the State of Alaska issue its general obligation
23 bonds in the principal sum of not to exceed \$8,000,000
24 bearing interest not to exceed six percent per annum
25 and maturing in not to exceed 30 years from date of
26 issue for the purpose of providing funds in addition
27 to federal funds available for payment of the cost of
28 designing, acquiring, and constructing highways within
29 the state?

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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.