

Original sponsor: Rules Committee  
by request of the Governor

Offered: 4/1/66  
Referred: Rules

1 IN THE HOUSE

BY THE FINANCE COMMITTEE

2 CS FOR 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 obli-  
8 gation bonds in the amount of \$10,500,000  
9 for the purpose of providing funds for pay-  
10 ment of the cost of designing, acquiring,  
11 and constructing highways and roads in the  
12 state; providing for the submission to a  
13 vote of the qualified voters of the state of  
14 the proposition of whether or not such  
15 bonds may be issued for such purposes; and  
16 providing for an effective date."

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

18 \* Section 1. For the purpose of providing funds for payment  
19 of the cost of designing, acquiring, and constructing highways and  
20 roads in the state, general obligation bonds of the state in the  
21 principal sum of not to exceed \$10,500,000 shall be issued and  
22 sold. The full faith, credit and resources of the state shall be  
23 and are hereby pledged to the payment of the principal of and  
24 interest on such bonds, which bonds shall be issued under the  
25 provisions of AS 37.15. The legislature may provide additional  
26 sources of money for the payment of such principal and interest,  
27 and this Act shall not be deemed to provide an exclusive method  
28 of payment. The bonds shall bear interest at a rate of not to  
29 exceed six per cent per annum and shall mature in not to exceed

1 30 years from date of issue.

2 \* Sec. 2. The amounts of such bonds to be issued from time to  
3 time and the time or times of their issuance shall be fixed by the  
4 State Bond Committee (created by AS 37.15.110), and the specific  
5 uses of the proceeds of such bonds shall be determined by the  
6 governor. \$9,500,000 of the total amount of bonds authorized  
7 by Sec. 1 shall be expended to fund all or a portion of the  
8 State's share of the cost of the Federal-Aid Highway program.  
9 \$1,000,000 of the total amount authorized by Sec. 1 shall be ex-  
10 pended on highways or roads which are not eligible for designation  
11 or have not been designated as part of the Federal-Aid Highway  
12 System.

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

22 \* Sec. 4. In the event the issuance of such bonds is author-  
23 ized by the qualified voters of the state, a special fund of the  
24 state to be known as the "1966 Highway Construction Fund" shall be  
25 created, into which shall be paid the proceeds of the sale of the  
26 bonds described in sec. 1 of this Act except for accrued interest  
27 and premiums. There is hereby appropriated from the "1966 High-  
28 way Construction Fund" to the Department of Highways the sum of  
29 \$3,375,000.

1           \* Sec. 5. In the event the issuance of such bonds is author-  
2 ized by the qualified voters of the state, a special fund of the  
3 state to be known as the "1966 Highway General Obligation Bond  
4 Redemption Fund" shall be created, to the credit of which there  
5 shall be set aside such amounts of money as may be necessary to  
6 pay the principal of and interest on the outstanding bonds of the  
7 issue described in sec. 1 of this Act, and which fund shall be  
8 used for the sole purpose of paying and securing the payment of  
9 such principal and interest as the same shall become due.

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

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

22   Proposition

23   State General Obligation Highway  
24   Construction Bonds     \$10,500,000

25   Shall the State of Alaska issue its general obligation  
26 bonds in the principal sum of not to exceed \$10,500,000 bear-  
27 ing interest not to exceed six per cent per annum and maturing  
28 in not to exceed 30 years from date of issue for the purpose  
29 of providing funds for payment of the cost of designing,

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acquiring, and constructing highways and roads in 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.