

Introduced: 2/14/66
Referred: Commerce and
Finance

1 IN THE HOUSE

BY THE RULES COMMITTEE
BY REQUEST OF THE GOVERNOR

2 HOUSE BILL NO. 412

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
9 \$7,625,000 for the purpose of paying the
10 cost of acquiring, constructing, equipping,
11 and making other capital improvements to
12 certain airports within the state; pro-
13 viding 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 for 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 acquiring,
21 constructing, equipping and making other capital improvements to
22 trunk, secondary and bush airports to be operated by the state
23 at various locations throughout the state and for acquiring,
24 constructing, equipping, and making other capital improvements
25 to existing trunk, secondary and bush airports throughout the
26 state, general obligation bonds of the state in the principal
27 sum of not to exceed \$7,625,000 shall be issued and sold. The
28 full faith, credit, and resources of the state shall be and are
29 hereby pledged to the payment of the principal of and interest

HB 412

1 on such bonds, which bonds shall be issued under the provisions
2 of AS 37.15. The legislature may provide additional sources of
3 money for the payment of such principal and interest, and this
4 Act shall not be deemed to provide an exclusive method of pay-
5 ment. Such bonds shall bear interest at a rate of not to exceed
6 six percent per annum and shall mature in not to exceed 30 years
7 from date of issue.

8 * Sec. 2. The amounts of such bonds to be issued from time
9 to time and the time or times of their issuance shall be fixed
10 by the State Bond Committee (created by AS 37.15.110), and the
11 specific uses of the proceeds of such bonds shall be determined
12 by the governor. The proceeds shall be used as follows: An
13 amount not to exceed \$7,500,000 shall be used in addition to
14 federal funds for trunk and secondary airports and an amount not
15 to exceed \$125,000 shall be used for bush airports.

16 * Sec. 3. In the event the issuance of such bonds is autho-
17 rized by the qualified voters of the state, the sum of \$30,000
18 or so much thereof as shall be found necessary is appropriated
19 from the general fund of the state to carry out the provisions
20 of this Act and to pay expenses incident to the sale and issuance
21 of the bonds authorized herein. In the event the issuance of
22 such bonds is authorized by the qualified voters of the state,
23 any sum appropriated from the general fund for the design of
24 airports to be paid for from the proceeds of the bonds authorized
25 by this Act shall be reimbursed from the proceeds of the sale of
26 the bonds, but such reimbursement shall not exceed \$80,000. The
27 amounts expended from the appropriation authorized by this section
28 shall be reimbursed to the general fund from the proceeds of the
29 sale of the bonds authorized by this Act.

1 * Sec. 4. In the event the issuance of such bonds is autho-
2 rized by the qualified voters of the state, a special fund of
3 the state to be known as the "1966 Airport Construction Fund"
4 shall be created, into which shall be paid the proceeds of the
5 sale of the bonds described in section 1 of this Act except for
6 accrued interest and premiums. There is hereby appropriated
7 from the "1966 Airport Construction Fund" to the Department of
8 Public Works the sum of \$2,500,000 to be used in addition to
9 federal funds for trunk and secondary airports and \$75,000 for
10 bush airports.

11 * Sec. 5. In the event the issuance of such bonds is autho-
12 rized by the qualified voters of the state, a special fund of
13 the state to be known as the "1966 Airport General Obligation
14 Bond Redemption Fund" shall be created, to the credit of which
15 there shall be set aside such amounts of money as may be neces-
16 sary to pay the principal of and interest on the outstanding
17 bonds of the issue described in section 1 of this Act, and which
18 fund shall be used for the sole purpose of paying and securing
19 the payment of such principal and interest as the same shall
20 become due.

21 * Sec. 6. The question of whether or not the bonds authorized
22 herein shall be issued for the purposes herein provided shall be
23 submitted to the qualified voters of the state at the next state
24 general election to be held on November 8, 1966, in accordance
25 with the provisions of the constitution and laws of the state.
26 The secretary of state shall fix the ballot title to be sub-
27 mitted to the qualified voters for their ratification of the
28 state debt authorized by this Act, and shall do everything else
29 necessary to place such proposition before said qualified voters

1 at said next state general election.

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

4 Proposition

5 State General Obligation Airport

6 Construction Bonds \$7,625,000

7 Shall the State of Alaska issue its general obligation bonds
8 in the principal sum of not to exceed \$7,625,000 bearing
9 interest not to exceed six percent per annum and maturing
10 in not to exceed 30 years from date of issue for the
11 purpose of providing funds in addition to federal funds
12 available to pay the cost of acquiring, constructing,
13 equipping, and making other necessary capital improvements
14 to certain trunk, secondary and bush airports within the
15 state?

16 Bonds Yes

17 Bonds No

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

20

21

22

23

24

25

26

27

28

29