

1 IN THE HOUSE

BY THE JUDICIARY COMMITTEE

2 HOUSE BILL NO. 487

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 the sale of public
7 bonds."

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

9 * Section 1. AS 37.15 is amended by adding a new section to
10 read:

11 Sec. 37.15.155. FISCAL ADVISOR TO BOND COMMITTEE
12 PROHIBITED FROM BIDDING. (a) No person who provides finan-
13 cial programming or marketing assistance to the state bond
14 committee in connection with the issuance or sale of general
15 obligation bonds of the state may bid on the bonds.

16 (b) The sale of general obligation bonds of the state
17 to a person who is prohibited from bidding on the bonds
18 under (a) of this section is against public policy and the
19 sale is void.

20 (c) In this section, "person" means an individual,
21 firm, agent, factor, intermediary, partnership, corporation,
22 association, bond house, stockbroker or bond broker.

23 * Sec. 2. AS 37.30 is amended by adding a new section to
24 read:

25 ARTICLE 2. RESTRICTIONS ON SALE OF BONDS.

26 Sec. 37.30.100. FISCAL ADVISOR TO POLITICAL SUBDIVISIONS
27 PROHIBITED FROM BIDDING. (a) No person who provides finan-
28 cial programming or marketing assistance to a political sub-
29 division of the state, whether home rule or otherwise, in

1 . connection with the issuance or sale of general obligation
2 bonds of the political subdivision may bid on the bonds, if
3 offered at public sale, or negotiate for their purchase, if
4 sold at private sale.

5 (b) The sale of general obligation bonds of a political
6 subdivision to a person prohibited from bidding on, or
7 negotiating for the sale of, bonds under (a) of this section
8 is against public policy and the sale is void.

9 (c) In this section, "person" means an individual,
10 firm, agent, factor, intermediary, partnership, corporation,
11 association, bond house, stockbroker or bond broker.
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