

Introduced: 3/29/67
Referred: Rules

1 IN THE HOUSE

BY THE FINANCE COMMITTEE

2 HOUSE BILL NO. 331

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 FIFTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to a debt of the state; providing for
7 the issuance of general obligation bonds in the amount
8 of \$5,000,000 for the purpose of providing funds for
9 payment of the cost of designing, acquiring, and
10 constructing highways and roads in the state; providing
11 for the submission to a vote of the qualified voters of
12 the proposition of whether or not such bonds may be
13 issued for such purposes; and providing for an effec-
14 tive date."

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

16 * Section 1. For the purpose of providing funds for payment of the cost
17 of designing, acquiring, and constructing highways and roads in the state,
18 general obligation bonds of the state in the principal sum of not to exceed
19 \$5,000,000 shall be issued and sold. The full faith, credit and resources
20 of the state shall be and are hereby pledged to the payment of the principal
21 of and interest on such bonds, which bonds shall be issued under the provi-
22 sions of AS 37.15. The legislature may provide additional sources of money
23 for the payment of such principal and interest, and this Act shall not be
24 deemed to provide an exclusive method of payment. The bonds shall bear
25 interest at a rate of not to exceed six per cent per annum and shall mature
26 in not to exceed 30 years from date of issue.

27 * Sec. 2. The amounts of such bonds to be issued from time to time and
28 the time or times of their issuance shall be fixed by the State Bond Commit-
29 tee (created by AS 37.15.110), and the specific uses of the proceeds of such

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1 bonds shall be determined by the governor. \$4,000,000 of the total amount
2 of bonds authorized by Sec. 1 shall be expended to fund all or a portion of
3 the State's share of the cost of the Federal-Aid Highway program. \$1,000,000
4 of the total amount authorized by Sec. 1 shall be expended on highways or
5 roads which are not eligible for designation or have not been designated as
6 part of the Federal-Aid Highway System.

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

14 * Sec. 4. In the event the issuance of such bonds is authorized by the
15 qualified voters of the state, a special fund of the state to be known as
16 the "1967 Highway Construction Fund" shall be created, into which shall be
17 paid the proceeds of the sale of the bonds described in Sec. 1 of this Act
18 except for accrued interest and premiums. There is hereby appropriated from
19 the "1967 Highway Construction Fund" to the Department of Highways the sum
20 of \$4,000,000.

21 * Sec. 5. In the event the issuance of such bonds is authorized by the
22 qualified voters of the state, a special fund of the state to be known as
23 the "1967 Highway General Obligation Bond Redemption Fund" shall be created,
24 to the credit of which there shall be set aside such amounts of money as may
25 be necessary to pay the principal of and interest on the outstanding bonds
26 of the issue described in Sec. 1 of this Act, and which fund shall be used
27 for the sole purpose of paying and securing the payment of such principal
28 and interest as the same shall become due.

29 * Sec. 6. The question of whether or not the bonds authorized herein

1 shall be issued for the purposes herein provided shall be submitted to the
2 qualified voters of the state at a special election to be held on the second
3 Tuesday of October, 1967, in accordance with the provisions of the constitu-
4 tion and laws of the state. The secretary of state shall fix the ballot
5 title to be submitted to the qualified voters for their ratification of the
6 state debt authorized by this Act, and shall do everything else necessary
7 to call said special election and to place such proposition before said qual-
8 fied voters at the special election to be held on the second Tuesday of
9 October, 1967.

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

12 Proposition

13 State General Obligation Highway

14 Construction Bonds \$5,000,000

15 Shall the State of Alaska issue its general obligation bonds in
16 the principal sum of not to exceed \$5,000,000 bearing interest not to
17 exceed six per cent per annum and maturing in not to exceed 30 years
18 from the date of issue for the purpose of providing funds for payment
19 of the cost of designing, acquiring, and constructing highways and
20 roads in the state?

21 Bonds Yes

22 Bonds No

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