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1 IN THE HOUSE

2 HOUSE BILL NO. 619

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 FIFTH LEGISLATURE - SECOND 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 \$12,000,000 for the purpose of paying the cost of
9 designing, acquiring, constructing, equipping, and
10 making other capital improvements to state ferries;
11 providing for the submission to a vote of the
12 qualified voters of the state of the proposition of
13 whether or not such bonds may be issued for such
14 purposes; and providing for an effective date."

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

16 * Section 1. For the purpose of paying part or all of the cost of design-
17 ing, acquiring, constructing, equipping, and making other capital improve-
18 ments to state ferries, general obligation bonds of the state in the
19 principal sum of not to exceed \$12,000,000 shall be issued and sold. The
20 full faith, credit, and resources of the state shall be and are hereby
21 pledged to the payment of the principal of and interest on such bonds, which
22 bonds shall be issued under the provisions of AS 37.15. The legislature may
23 provide additional sources of money for the payment of such principal and
24 interest, and this Act shall not be deemed to provide an exclusive method
25 of payment. Such bonds shall bear interest at a rate of not to exceed six
26 per cent per annum and shall mature in not to exceed 30 years from date of
27 issue.

28 * Sec. 2. The amounts of such bonds to be issued from time to time and
29 the time or times of their issuance shall be fixed by the State Bond

1 Committee (created by AS 37.15.110), and the specific uses of the proceeds
2 of such bonds shall be determined by the governor.

3 * Sec. 3. In the event the issuance of such bonds is authorized by the
4 qualified voters of the state, the sum of \$50,000 or so much thereof
5 as shall be found necessary is appropriated from the general fund of the
6 state to carry out the provisions of this Act and to pay expenses incident
7 to the sale and issuance of the bonds authorized herein. The amounts ex-
8 pended from the appropriation made by this section shall be reimbursed
9 to the general fund from the proceeds of the sale of the bonds authorized
10 by this Act. In the event the issuance of such bonds is authorized by the
11 qualified voters of the state, any sum appropriated from the general fund for
12 the design of state ferries to be paid for from the proceeds of the bonds
13 authorized by this Act shall be reimbursed from the proceeds of the sale of
14 the bonds, but such reimbursement shall not exceed \$300,000.

15 * Sec. 4. In the event the issuance of such bonds is authorized by the
16 qualified voters of the state, a special fund of the state to be known as
17 the "1968 Ferry Construction Fund" shall be created, into which shall be
18 paid the proceeds of the sale of the bonds described in sec. 1 of this Act
19 except for accrued interest and premiums. There is hereby appropriated
20 from the "1968 Ferry Construction Fund" to the Department of Public Works
21 the sum of \$12,000,000.

22 * Sec. 5. In the event the issuance of such bonds is authorized by the
23 qualified voters of the state, a special fund of the state to be known as
24 the "1968 Ferry General Obligation Bond Redemption Fund" shall be created,
25 to the credit of which there shall be set aside such amounts of money as may
26 be necessary to pay the principal of and interest on the outstanding bonds
27 of the issue described in sec. 1 of this Act, and which fund shall be used
28 for the sole purpose of paying and securing the payment of such principal
29 and interest as the same shall become due.

1 * Sec. 6. The question of whether or not the bonds authorized herein
2 shall be issued for the purposes herein provided shall be submitted to the
3 qualified voters of the state at the next state general election to be held
4 on November 8, 1968, in accordance with the provisions of the constitution
5 and laws of the state. The secretary of state shall fix the ballot title
6 to be submitted to the qualified voters for their ratification of the state
7 debt authorized by this Act, and shall do everything else necessary to
8 place such proposition before said qualified voters at said next state
9 general election.

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 Ferry

14 Construction Bonds \$12,000,000

15 Shall the State of Alaska issue its general obligation bonds in the
16 principal sum of not to exceed \$12,000,000 bearing interest not to
17 exceed six per cent per annum and maturing in not to exceed 30 years
18 from date of issue for the purpose of paying part or all of the cost
19 of designing, acquiring, constructing, equipping, and making other
20 capital improvements to state ferries?

21 Bonds Yes []

22 Bonds No []

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