

Introduced: 2/27/68
Referred: State Affairs and
Finance

1 IN THE HOUSE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

2 HOUSE BILL NO. 642

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
7 for the issuance of general obligation bonds in the
8 amount of \$10,200,000 for the purpose of providing
9 funds for payment of cost of designing, acquiring,
10 and constructing highways and roads in the state;
11 providing for the submission to a vote of the quali-
12 fied voters of the proposition of whether or not such
13 bonds may be issued for such purposes; and providing
14 for an effective 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 \$10,200,000 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 pro-
22 visions of AS 37.15. The legislature may provide additional sources of
23 money for the payment of such principal and interest, and this Act shall
24 not be deemed to provide an exclusive method of payment. The bonds shall
25 bear interest at a rate of not to exceed six per cent per annum and shall
26 mature 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 Com-
29 mittee (created by AS 37.15.110), and the specific uses of the proceeds

HB 642

1 of such bonds shall be determined by the governor. The total amount of
2 bonds authorized by Sec. 1 shall be expended to fund all or a portion
3 of the State's share of the cost of the Federal-Aid Highway program.

4 * Sec. 3. In the event the issuance of such bonds is authorized by the
5 qualified voters of the State, the sum of \$30,000 or so much thereof as
6 shall be found necessary is appropriated from the general fund of the state
7 to carry out the provisions of this Act and to pay expenses incident to
8 the sale and issuance of the bonds authorized herein. The amounts expended
9 from the appropriation authorized by this section shall be reimbursed to
10 the general fund from the proceeds of the sale of bonds authorized by
11 this Act.

12 * Sec. 4. In the event the issuance of such bonds is authorized by the
13 qualified voters of the state, a special fund of the state to be known as
14 the "1968 Highway Construction Fund" shall be created, into which shall be
15 paid the proceeds of the sale of the bonds described in Sec. 1 of this Act
16 except for accrued interest and premiums. There is appropriated from the
17 1968 Highway Construction Fund to the Department of Highways the sum of
18 \$3,400,000.

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

27 * Sec. 6. The question of whether or not the bonds authorized herein
28 shall be issued for the purposes herein provided shall be submitted to the
29 qualified voters of the state at the next general election to be held on

1 November 5, 1968, in accordance with the provisions of the constitution
2 and laws of the state. The secretary of state shall fix the ballot title
3 to be submitted to the qualified voters for their ratification of the
4 state debt authorized by this Act, and shall do everything else necessary
5 to place such proposition before said qualified voters at the next general
6 election.

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

9 Proposition

10 State General Obligation Highway

11 Construction Bonds \$10,200,000

12 Shall the State of Alaska issue its general obligation bonds
13 in the principal sum of not to exceed \$10,200,000 bearing interest
14 not to exceed six per cent per annum and maturing in not to exceed
15 30 years from the date of issue for the purpose of providing funds
16 for payment of the cost of designing, acquiring, and constructing
17 highways and roads in the state?

18 Bonds Yes

19 Bonds No

20 * Sec. 8. This Act takes effect on the day after its passage and
21 approval or on the day it becomes law without approval.
22
23
24
25
26
27
28
29