

Original sponsor: Rules Committee by Request
of the Governor

Offered: 3/27/68
Referred: Rules

1 IN THE HOUSE

BY THE FINANCE COMMITTEE

2 CS FOR 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 for
7 the issuance of general obligation bonds in the amount
8 of \$11,200,000 for the purpose of providing funds for
9 payment of cost of designing, acquiring, and construct-
10 ing highways and roads in the state; providing for the
11 submission to a vote of the qualified voters of the
12 proposition of whether or not such bonds may be issued
13 for such purposes; and providing for an effective date."

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

15 * Section 1. For the purpose of providing funds for payment of the cost
16 of designing, acquiring, and constructing highways and roads in the state,
17 general obligation bonds of the state in the principal sum of not to exceed
18 \$11,200,000 shall be issued and sold. The full faith, credit and resources
19 of the state shall be and are hereby pledged to the payment of the principal
20 of and interest on such bonds, which bonds shall be issued under the provi-
21 sions of AS 37.15. The legislature may provide additional sources of money
22 for the payment of such principal and interest, and this Act shall not be
23 deemed to provide an exclusive method of payment. The bonds shall bear
24 interest at a rate of not to exceed six per cent per annum and shall mature
25 in not to exceed 30 years from date of issue.

26 * Sec. 2. The amounts of such bonds to be issued from time to time and
27 the time or times of their issuance shall be fixed by the State Bond Committee
28 (created by AS 37.15.110), and the specific uses of the proceeds of such
29 bonds shall be determined by the governor. \$10,200,000 of the total amount

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

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

13 * Sec. 4. In the event the issuance of such bonds is authorized by the
14 qualified voters of the state, a special fund of the state to be known as
15 the "1968 Highway Construction Fund" shall be created, into which shall be
16 paid the proceeds of the sale of the bonds described in sec. 1 of this Act
17 except for accrued interest and premiums. There is appropriated from the
18 1968 Highway Construction Fund to the Department of Highways the sum of
19 \$3,400,000.

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

28 * Sec. 6. The question of whether or not the bonds authorized herein
29 shall be issued for the purposes herein provided shall be submitted to the
CSHB 642

