

Introduced: 2/27/68  
Referred: Health, Welfare  
and Education and Finance

1 IN THE HOUSE

BY THE RULES COMMITTEE  
BY REQUEST OF THE GOVERNOR

2 HOUSE BILL NO. 643

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 \$4,000,000 for the purpose of paying costs  
9 of acquiring, constructing, equipping and making other  
10 capital improvements to certain elementary and  
11 secondary public schools within the state; providing  
12 for the submission to a vote of the qualified voters  
13 of the state of the proposition of whether or not  
14 such bonds may be issued for such purposes; and  
15 providing for an effective date."

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

17 \* Section 1. For the purpose of paying part or all of the cost of  
18 acquiring, constructing and equipping elementary and secondary public  
19 schools to be operated by the state at various locations throughout the  
20 state and for acquiring, constructing, equipping and making other capital  
21 improvements to existing state-operated elementary and secondary public  
22 schools throughout the state, general obligation bonds of the state in the  
23 principal sum of not to exceed \$4,000,000 shall be issued and sold. The  
24 full faith, credit and resources of the state shall be and are hereby  
25 pledged to the payment of the principal of and interest on such bonds,  
26 which bonds shall be issued under the provisions of AS 37.15. The  
27 legislature may provide additional sources of money for the payment of  
28 such principal and interest, and this Act shall not be deemed to provide  
29 an exclusive method of payment. Such bonds shall bear interest at a rate

1 of not to exceed six per cent per annum and shall mature in not to exceed  
2 30 years from date of issue.

3 \* Sec. 2. The amounts of such bonds to be issued from time to time and  
4 the time or times of their issuance shall be fixed by the State Bond  
5 Committee (created by AS 37.15.110), and the specific uses of the proceeds  
6 of such bonds shall be determined by the governor.

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  
9 as shall be found necessary is appropriated from the general fund of the  
10 state to carry out the provisions of this Act and to pay expenses incident  
11 to the sale and issuance of the bonds authorized herein. The amounts  
12 expended from the appropriation authorized by this section shall be  
13 reimbursed to the general fund from the proceeds of the sale of the bonds  
14 authorized by this Act.

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 School 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  
19 Act except for accrued interest and premiums. There is hereby appropriated  
20 from the "1968 School Construction Fund" to the Department of Education the  
21 sum of \$4,000,000.

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 School General Obligation Bond Redemption Fund" shall be created,  
25 to the credit of which there shall be set aside such amounts of money as  
26 may be necessary to pay the principal of and interest on the outstanding  
27 bonds of the issue described in sec. 1 of this Act, and which fund shall  
28 be used for the sole purpose of paying and securing the payment of such  
29 principal 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, in  
4 accordance with the provisions of the constitution and laws of the state.  
5 The secretary of state shall fix the ballot title to be submitted to the  
6 qualified voters for their ratification of the state debt authorized by  
7 this Act, and shall do everything else necessary to place such proposition  
8 before said qualified voters at said next state general election.

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

11 Proposition

12 State General Obligation School

13 Construction Bonds \$4,000,000

14 Shall the State of Alaska issue its general obligation bonds in  
15 the principal sum of not to exceed \$4,000,000 bearing interest not  
16 to exceed six per cent per annum and maturing in not to exceed 30  
17 years from date of issue for the purpose of paying part or all of  
18 the cost of acquiring, constructing, equipping, and making other  
19 capital improvements to certain elementary and secondary public  
20 schools within the state?

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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