

Introduced: 2/27/65
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 for
7 the issuance of general obligation bonds in the amount
8 of \$10,000,000 for the purpose of paying costs of
9 acquiring, constructing, equipping and making other
10 capital improvements to certain elementary and secondary
11 public schools within the state; providing for the
12 submission to a vote of the qualified voters of the
13 state of the proposition of whether or not such bonds
14 may be issued for such purposes; and providing for an
15 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 acquir-
18 ing, constructing and equipping elementary and secondary public schools to be
19 operated by the state at various locations throughout the state and for
20 acquiring, constructing, equipping and making other capital improvements to
21 state-operated and school-district 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 \$10,000,000 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 in accordance with the
7 following general terms and conditions:

8 (1) \$4,000,000 of the total amount of bonds authorized by
9 sec. 1 of this Act may be expended only to pay part or all of the cost
10 of designing, acquiring, constructing, equipping, and making other
11 capital improvements to state-operated elementary and secondary public
12 schools.

13 (2) \$6,000,000 of the total amount of bonds authorized by
14 sec. 1 of this Act may be used only to pay part or all of the cost of
15 designing, acquiring, constructing, equipping and making other capital
16 improvements to school-district operated schools. This authorization
17 shall be available to the school districts for a period of five
18 consecutive fiscal years beginning on July 1, 1968, and will be dis-
19 tributed on the basis of average daily membership in the inverse ratio
20 that each district's total equivalent evaluation per pupil bears to the
21 average equivalent evaluation per pupil.

22 *Sec. 3. In the event the issuance of such bonds is authorized by the
23 qualified voters of the state, the sum of \$40,000 or so much thereof
24 as shall be found necessary is appropriated from the general fund of the
25 state to carry out the provisions of this Act and to pay expenses incident
26 to the sale and issuance of the bonds authorized herein. The amounts
27 expended from the appropriation authorized by this section shall be
28 reimbursed to the general fund from the proceeds of the sale of the bonds
29 authorized by this Act.

1 * Sec. 4. In the event the issuance of such bonds is authorized by the
2 qualified voters of the state, a special fund of the state to be known as
3 the "1968 School Construction Fund" shall be created, into which shall be
4 paid the proceeds of the sale of the bonds described in sec. 1 of this
5 Act except for accrued interest and premiums. There is hereby appropriated
6 from the "1968 School Construction Fund" to the Department of Education the
7 sum of \$5,200,000.

8 * Sec. 5. In the event the issuance of such bonds is authorized by the
9 qualified voters of the state, a special fund of the state to be known as
10 the "1968 School General Obligation Bond Redemption Fund" shall be created,
11 to the credit of which there shall be set aside such amounts of money as
12 may be necessary to pay the principal of and interest on the outstanding
13 bonds of the issue described in sec. 1 of this Act, and which fund shall
14 be used for the sole purpose of paying and securing the payment of such
15 principal and interest as the same shall become due.

16 * Sec. 6. The question of whether or not the bonds authorized herein
17 shall be issued for the purposes herein provided shall be submitted to the
18 qualified voters of the state at the next state general election, in
19 accordance with the provisions of the constitution and laws of the state.
20 The secretary of state shall fix the ballot title to be submitted to the
21 qualified voters for their ratification of the state debt authorized by
22 this Act, and shall do everything else necessary to place such proposition
23 before said qualified voters at said next state general election.

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

26 Proposition
27 State General Obligation School
28 Construction Bonds \$10,000,000

29 Shall the State of Alaska issue its general obligation bonds in

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the principal sum of not to exceed \$10,000,000 bearing interest not to exceed six per cent per annum and maturing in not to exceed 30 years from date of issue for the purpose of paying part or all of the cost of acquiring, constructing, equipping, and making other capital improvements to certain elementary and secondary public schools within the state?

Bonds Yes
Bonds No

* Sec. 3. This Act takes effect on the day after its passage and approval or on the day it becomes law without approval.