

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. 644

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 \$8,050,000 for the purpose of paying the
9 cost of acquiring, constructing, equipping, and
10 making other capital improvements to certain airports
11 in the state; providing for the submission to a vote
12 of the qualified voters of the state of the proposi-
13 tion of whether or not such bonds may be issued for
14 such 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 providing funds in addition to federal
17 funds available for payment of the cost of acquiring, constructing,
18 equipping, and making other capital improvements to trunk, secondary and
19 bush airports to be owned or operated, or both, by the state at various
20 locations throughout the state and for acquiring, constructing, equipping,
21 and making other capital improvements to existing trunk, secondary and bush
22 airports owned or operated, or both, by the state, general obligation bonds
23 of the state in the principal sum of not to exceed \$8,050,000 shall be
24 issued and sold. The full faith, credit, and resources of the state shall
25 be and are hereby pledged to the payment of the principal of and interest
26 on such bonds, which bonds shall be issued under the provisions of AS 37.15.
27 The 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 an
29 exclusive method of payment. Such bonds shall bear interest at a rate of

HB 644

1 not to exceed six per cent per annum and shall mature in not to exceed 30
2 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. The proceeds shall be
7 used as follows: An amount not to exceed \$7,690,000 shall be used in
8 addition to federal funds for trunk and secondary airports and an amount
9 not to exceed \$360,000 shall be used for bush airports.

10 * Sec. 3. In the event the issuance of such bonds is authorized by the
11 qualified voters of the state, the sum of \$16,000 or so much thereof as
12 shall be found necessary is appropriated from the general fund of the state
13 to carry out the provisions of this Act and to pay expenses incident to the
14 sale and issuance of the bonds authorized herein. In the event the issuance
15 of such bonds is authorized by the qualified voters of the state, any sum
16 appropriated from the general fund for the design of airports to be paid for
17 from the proceeds of the bonds authorized by this Act shall be reimbursed
18 from the proceeds of the sale of the bonds. The amounts expended from the
19 appropriation authorized by this section shall be reimbursed to the general
20 fund from the proceeds of the sale of the bonds authorized by this Act.

21 * Sec. 4. In the event the issuance of such bonds is authorized by the
22 qualified voters of the state, a special fund of the state to be known as
23 the "1968 Airport Construction Fund" shall be created, into which shall be
24 paid the proceeds of the sale of the bonds described in sec. 1 of this Act
25 except for accrued interest and premiums. There is hereby appropriated from
26 the "1968 Airport Construction Fund" to the Department of Public Works the
27 sum of \$120,000 for bush airports.

28 * Sec. 5. In the event the issuance of such bonds is authorized by the
29 qualified voters of the state, a special fund of the state to be known as

1 the "1968 Airport General Obligation Bond Redemption Fund" shall be
2 created, to the credit of which there shall be set aside such amounts of
3 money as may be necessary to pay the principal of and interest on the
4 outstanding bonds of the issue described in sec. 1 of this Act, and which
5 fund shall be used for the sole purpose of paying and securing the payment
6 of such principal and interest as the same shall become due.

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

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

18 Proposition

19 State General Obligation Airport

20 Construction Bonds \$8,050,000

21 Shall the State of Alaska issue its general obligation bonds in
22 the principal sum of not to exceed \$8,050,000 bearing interest not
23 to exceed six per cent per annum and maturing in not to exceed 30
24 years from date of issue for the purpose of providing funds in
25 addition to federal funds available to pay the cost of acquiring,
26 constructing, equipping, and making other necessary capital
27 improvements to certain trunk, secondary and bush airports which
28 are presently or will be owned or operated, or both, by the state?
29

Bonds Yes

Bonds No

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