

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. 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 for
7 the issuance of general obligation bonds in the amount
8 of \$8,800,000 for the purpose of paying the cost of
9 acquiring, constructing, equipping, and making other
10 capital improvements to certain airports in the state;
11 providing for the submission to a vote of the qualified
12 voters of the state of the proposition of whether or
13 not such bonds may be issued for such purposes; and
14 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, equipping,
18 and making other capital improvements to trunk, secondary and bush airports
19 to be owned or operated, or both, by the state or its political subdivisions
20 at various locations throughout the state and for acquiring, constructing,
21 equipping, and making other capital improvements to existing trunk, secondary
22 and bush airports owned or operated, or both, by the state, or its political
23 subdivisions, general obligation bonds of the state in the principal sum of
24 not to exceed \$8,800,000 shall be issued and sold. The full faith, credit,
25 and resources of the state shall be and are hereby pledged to the payment of
26 the principal of and interest on such bonds, which bonds shall be issued
27 under the provisions of AS 37.15. The legislature may provide additional
28 sources of money for the payment of such principal and interest, and this
29 Act shall not be deemed to provide an exclusive method of payment. Such bonds

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1 shall bear interest at a rate of not to exceed six per cent per annum and
2 shall mature in not to exceed 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 Commit-
5 tee (created by AS 37.15.110), and the specific uses of the proceeds of such
6 bonds shall be determined by the governor. The proceeds shall be used as
7 follows: An amount not to exceed \$7,690,000 shall be used in addition to
8 federal funds for trunk and secondary airports and an amount not to exceed
9 \$1,110,000 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 created,
2 to the credit of which there shall be set aside such amounts of money as may
3 be necessary to pay the principal of and interest on the outstanding bonds
4 of the issue described in sec. 1 of this Act, and which fund shall be used
5 for the sole purpose of paying and securing the payment of such principal and
6 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 to
12 be submitted to the qualified voters for their ratification of the state debt
13 authorized by this Act, and shall do everything else necessary to place such
14 proposition before said qualified voters at said next state general election.

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

17 Proposition

18 State General Obligation Airport

19 Construction Bonds \$8,800,000

20 Shall the State of Alaska issue its general obligation bonds in
21 the principal sum of not to exceed \$8,800,000 bearing interest not
22 to exceed six per cent per annum and maturing in not to exceed
23 30 years from date of issue for the purpose of providing funds in
24 addition to federal funds available to pay the cost of acquiring,
25 constructing, equipping, and making other necessary capital improve-
26 ments to certain trunk, secondary and bush airports which are
27 presently or will be owned or operated, or both, by the state or
28 its political subdivisions?

29 Bonds Yes []

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Bonds No []

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