

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. 696

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 \$8,500,000 for the purpose of paying the cost of  
9 acquiring, constructing, equipping, and making other  
10 capital improvements to buildings, facilities and  
11 utilities at the University of Alaska; providing for  
12 the submission to a vote of the qualified voters of  
13 the state of the proposition of whether or not such  
14 bonds may be issued for such purposes; and providing  
15 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, equipping and making other capital improvements to  
19 buildings, facilities and utilities at the University of Alaska, general  
20 obligation bonds of the state in the principal sum of not to exceed  
21 \$8,500,000 shall be issued and sold. The full faith, credit, and resources  
22 of the state shall be and are hereby pledged to the payment of the principal  
23 of and interest on such bonds, which bonds shall be issued under the provi-  
24 sions of AS 37.15. The legislature may provide additional sources of money  
25 for the payment of such principal and interest, and this Act shall not be  
26 deemed to provide an exclusive method of payment. Such bonds shall bear  
27 interest at a rate of not to exceed six per cent per annum and shall mature  
28 in not to exceed 30 years from date of issue.

29 \* Sec. 2. The amounts of such bonds to be issued from time to time and

CSHB 696

-1-

1 the time or times of their issuance shall be fixed by the State Bond Commit-  
2 tee (created by AS 37.15.110), and the specific uses of the proceeds of  
3 such bonds shall be determined by the governor in accordance with the follow-  
4 ing general purposes and conditions:

5 (1) \$2,500,000 of the total amount of bonds authorized by sec. 1  
6 of this Act may be expended to pay the cost of acquiring, constructing,  
7 equipping, and making other capital improvements to dormitory buildings and  
8 food service facilities at the University of Alaska;

9 (2) \$6,000,000 of the total amount of bonds authorized by sec. 1  
10 of this Act may be expended to pay the cost of acquiring, constructing,  
11 equipping, and making other capital improvements to a Social Science Build-  
12 ing and for utilities expansion at the University of Alaska.

13 \* Sec. 3. In the event the issuance of such bonds is authorized by the  
14 qualified voters of the state, the sum of \$25,000 or so much thereof as  
15 shall be found necessary is appropriated from the general fund of the state  
16 to carry out the provisions of this Act and to pay expenses incident to the  
17 sale and issuance of the bonds authorized herein. The amounts expended  
18 from the appropriation authorized by this section shall be reimbursed to  
19 the general fund from the proceeds of the sale of the bonds authorized by  
20 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 University Construction Fund" shall be created, into which shall  
24 be paid the proceeds of the sale of the bonds described in sec. 1 of this  
25 Act except for the accrued interest and premiums. There is hereby appro-  
26 priated from the "1968 University Construction Fund" to the University of  
27 Alaska the sum of \$8,500,000.

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 University 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 out-  
4 standing bonds of the issue described in sec. 1 of this Act, and which fund  
5 shall be used for the sole purpose of paying and securing the payment of  
6 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 purposes 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 place  
14 such proposition before said qualified voters at said next state general  
15 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 University**

20 **Construction Bonds \$8,500,000**

21 **Shall the State of Alaska issue its general obligation bonds in the**  
22 **principal sum of not to exceed \$8,500,000 bearing interest not to**  
23 **exceed six per cent per annum and maturing in not to exceed 30**  
24 **years from date of issue for the purpose of paying part or all of**  
25 **the cost of acquiring, constructing, equipping, and making other**  
26 **capital improvements to buildings, facilities and utilities at the**  
27 **University of Alaska?**

28 **Bonds Yes [ ]**

29 **Bonds No [ ]**

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

3  
4  
5  
6  
7  
8  
9  
10  
11  
12  
13  
14  
15  
16  
17  
18  
19  
20  
21  
22  
23  
24  
25  
26  
27  
28  
29