

Introduced: 2/2/70  
Referred: Commerce and  
Finance

1 IN THE SENATE

BY THE RULES COMMITTEE BY  
REQUEST OF THE GOVERNOR

2 SENATE BILL NO. 431

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 SIXTH 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 \$7,000,000, for the purpose of paying the cost of  
9 acquiring, constructing and 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 paying part or all of the cost of  
17 acquiring, constructing and equipping and making other capital improvements  
18 to certain airports in the state, general obligation bonds of the state in  
19 the principal sum of not to exceed \$7,000,000 shall be issued and sold.  
20 The full faith, credit, and resources of the state shall be and are hereby  
21 pledged to the payment of the principal of and interest on such bonds, which  
22 shall be issued under the provisions of AS 37.15. The legislature may  
23 provide additional sources of money for the payment of such principal and  
24 interest, and this Act shall not be deemed to provide an exclusive method  
25 of payment. Such bonds shall bear interest at a rate of not to exceed eight  
26 per cent per annum and shall mature in not to exceed 30 years from date of  
27 issue.

28 \* Sec. 2. The amounts of such bonds to be issued from time to time and  
29 the time or times of their issuance shall be fixed by the State Bond

1 Committee (created by AS 37.15.110), and the specific uses of the proceeds  
2 of such bonds shall be determined by the governor in accordance with the  
3 following general terms and conditions:

4 (1) \$4,928,000 - trunk and secondary airports;

5 (2) \$2,072,000 - bush airports.

6 \* Sec. 3. In the event the issuance of such bonds is authorized by  
7 the qualified voters of the state, the sum of \$24,500 or so much thereof as  
8 shall be found necessary is appropriated from the general fund of the state  
9 to carry out the provisions of this Act and to pay expenses incident to the  
10 sale and issuance of the bonds authorized herein. The amounts expended  
11 from the appropriation authorized by this section shall be reimbursed to the  
12 general fund from the proceeds of the sale of the bonds authorized by this  
13 Act.

14 \* Sec. 4. In the event the issuance of such bonds is authorized by the  
15 qualified voters of the state, a special fund of the state to be known as  
16 the "1970 Airport Construction Fund" shall be created, into which shall be  
17 paid the proceeds of the sale of the bonds described in sec. 1 of this Act  
18 except for the accrued interest and premiums.

19 \* Sec. 5. In the event the issuance of such bonds is authorized by the  
20 qualified voters of the state, a special fund of the state to be known as  
21 the "1970 Airport General Obligation Bond Redemption Fund" shall be created,  
22 to the credit of which there shall be set aside such amounts of money as may  
23 be necessary to pay the principal of and interest on the outstanding bonds  
24 of the issue described in sec. 1 of this Act, and which fund shall be used  
25 for the sole purpose of paying and securing the payment of such principal  
26 and interest as the same shall become due.

27 \* Sec. 6. The question of whether or not the bonds authorized herein  
28 shall be issued for the purposes herein provided shall be submitted to the  
29 qualified voters of the state at the next state general election to be held

1 on November 3, 1970, in accordance with the provisions of the constitution  
2 and laws of the state. The secretary of state shall fix the ballot title  
3 to be submitted to the qualified voters for their ratification of the state  
4 debt authorized by this Act, and shall do everything else necessary to place  
5 such proposition before said qualified voters at said next state general  
6 election.

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

9 Proposition

10 State General Obligation Airport  
11 Construction Bonds \$7,000,000

12 Shall the State of Alaska issue its general obligation bonds in the  
13 principal sum of not to exceed \$7,000,000 bearing interest not to  
14 exceed eight per cent per annum and maturing in not to exceed 30 years  
15 from date of issue for the purpose of paying part or all of the cost of  
16 acquiring, constructing and equipping and making capital improvements  
17 to certain airports in the state?

18 Bonds Yes [ ]  
19 Bonds No [ ]

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