

Introduced: 2/2/70  
Referred: Health, Welfare  
and Education and Finance

1 IN THE SENATE

BY THE RULES COMMITTEE BY  
REQUEST OF THE GOVERNOR

2 SENATE BILL NO. 434

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  
7 for the issuance of general obligation bonds in the  
8 amount of \$2,000,000, for the purpose of paying the  
9 cost of acquiring, constructing and equipping and  
10 making other capital improvements to remote area  
11 housing for state employees; 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  
15 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 and equipping and making other capital improvements  
19 to remote area housing for state employees, general obligation bonds of the  
20 state in the principal sum of not to exceed \$2,000,000 shall be issued and  
21 sold. The full faith, credit, and resources of the state shall be and are  
22 hereby pledged to the payment of the principal of and interest on such  
23 bonds, which bonds shall be issued under the provisions of AS 37.15. The  
24 legislature may provide additional sources of money for the payment of such  
25 principal and interest, and this Act shall not be deemed to provide an  
26 exclusive method of payment. Such bonds shall bear interest at a rate of  
27 not to exceed eight per cent per annum and shall mature in not to exceed 30  
28 years from date of issue.

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

1 the time or times of their issuance shall be fixed by the State Bond  
2 Committee (created by AS 37.15.110), and the specific uses of the proceeds  
3 of such bonds shall be determined by the governor.

4 \* Sec. 3. In the event the issuance of such bonds is authorized by the  
5 qualified voters of the state, the sum of \$7,000 or so much thereof as  
6 shall be found necessary is appropriated from the general fund of the state  
7 to carry out the provisions of this Act and to pay expenses incident to the  
8 sale and issuance of the bonds authorized herein. The amounts expended  
9 from the appropriation authorized by this section shall be reimbursed to  
10 the general fund from the proceeds of the sale of the bonds authorized by  
11 this Act.

12 \* Sec. 4. In the event the issuance of such bonds is authorized by the  
13 qualified voters of the state, a special fund of the state to be known as  
14 the "1970 State Employee Housing Construction Fund" shall be created, into  
15 which shall be paid the proceeds of the sale of the bonds described in  
16 sec. 1 of this Act except for the accrued interest and premiums. There is  
17 hereby appropriated from the "1970 State Employee Housing Construction  
18 Fund" to the Department of Public Works the sum of \$1,000,000.

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 State Employee Housing Construction General Obligation Bond  
22 Redemption Fund" shall be created, to the credit of which there shall be set  
23 aside such amounts of money as may be necessary to pay the principal of and  
24 interest on the outstanding bonds of the issue described in sec. 1 of this  
25 Act, and which fund shall be used for the sole purpose of paying and securing  
26 the payment of such principal 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 State Employee

11 Housing Construction Bonds \$2,000,000

12 Shall the State of Alaska issue its general obligation bonds in the  
13 principal sum of not to exceed \$2,000,000 bearing interest not to  
14 exceed eight per cent per annum and maturing in not to exceed 30  
15 years from date of issue for the purpose of paying part or all of  
16 the cost of acquiring, constructing and equipping remote area housing  
17 for state employees.

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 approval.