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Introduced: 2/6/70
Referred: Finance

1 IN THE SENATE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

2 SENATE BILL NO. 466

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 \$29,200,000, for the purpose of paying
9 the cost of acquiring, constructing and equipping
10 and making other capital improvements to highways
11 and roads in the state; providing for the submission
12 to a vote of the qualified voters of the state of the
13 proposition of whether or not such bonds may be
14 issued for such purposes; and providing for an
15 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 highways and roads in the state, general obligation bonds of the state
20 in the principal sum of not to exceed \$29,200,000 shall be issued and sold.
21 The full faith, credit, and resources of the state shall be and are hereby
22 pledged to the payment of the principal of and interest on such bonds, which
23 bonds shall be issued under the provisions of AS 37.15. The legislature
24 may provide additional sources of money for the payment of such principal
25 and interest, and this Act shall not be deemed to provide an exclusive
26 method of payment. Such bonds shall bear interest at a rate of not to
27 exceed eight per cent per annum and shall mature in not to exceed 30 years
28 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 in accordance with the
4 following general terms and conditions:

5 (1) \$23,200,000 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 match federal funds on
8 the Federal-Aid Highway Program;

9 (2) \$6,000,000 of the total amount of bonds authorized by
10 sec. 1 of this Act shall be expended to pay the cost of acquiring,
11 constructing, equipping, and making other capital improvements to high-
12 ways or roads which have not been designated as part of the Federal-Aid
13 Highway System.

14 * Sec. 3. In the event the issuance of such bonds is authorized by the
15 qualified voters of the state, the sum of \$100,000 or so much thereof as
16 shall be found necessary is appropriated from the general fund of the state
17 to carry out the provisions of this Act and to pay expenses incident to the
18 sale and issuance of the bonds authorized herein. The amounts expended
19 from the appropriation authorized by this section shall be reimbursed to
20 the general fund from the proceeds of the sale of the bonds authorized by
21 this Act.

22 * Sec. 4. In the event the issuance of such bonds is authorized by the
23 qualified voters of the state, a special fund of the state to be known as
24 the "1970 Highway Construction Fund" shall be created, into which shall be
25 paid the proceeds of the sale of the bonds described in sec. 1 of this Act
26 except for the accrued interest and premiums. There is hereby appropriated
27 from the "1970 Highway Construction Fund" to the Department of Highways
28 the sum of \$29,200,000.

29 * Sec. 5. In the event the issuance of such bonds is authorized by the

1 qualified voters of the state, a special fund of the state to be known as
2 the "1970 Highway Construction General Obligation Bond Redemption Fund"
3 shall be created, to the credit of which there shall be set aside such
4 amounts of money as may be necessary to pay the principal of and interest
5 on the outstanding bonds of the issue described in sec. 1 of this Act, and
6 which fund shall be used for the sole purpose of paying and securing the
7 payment of such principal and interest as the same shall become due.

8 * Sec. 6. The question of whether or not the bonds authorized herein
9 shall be issued for the purposes herein provided shall be submitted to the
10 qualified voters of the state at the next state general election to be held
11 on November 3, 1970, in accordance with the provisions of the constitution
12 and laws of the state. The secretary of state shall fix the ballot title
13 to be submitted to the qualified voters for their ratification of the state
14 debt authorized by this Act, and shall do everything else necessary to place
15 such proposition before said qualified voters at said next state general
16 election.

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

19 Proposition

20 State General Obligation Highway

21 Construction Bonds \$29,200,000

22 Shall the State of Alaska issue its general obligation bonds in the
23 principal sum of not to exceed \$29,200,000 bearing interest not to
24 exceed eight per cent per annum and maturing in not to exceed 30 years
25 from date of issue for the purpose of paying part or all of the cost of
26 acquiring, constructing and equipping highways and roads in the state?

27 Bonds Yes []

28 Bonds No []

29 * Sec. 8. This Act takes effect on the day after its passage and

1 approval or on the day it becomes law without approval.

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