

Introduced: 2/19/74  
Referred: Community and  
Regional Affairs and  
Finance

1 IN THE SENATE

CS  
BY THE COMMUNITY AND REGIONAL  
AFFAIRS COMMITTEE

2 SENATE BILL NO. 390

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 EIGHTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to the sale of public bonds."

7 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

8 \* Section 1. AS 37.15 is amended by adding a new section to read:

9 Sec. 37.15.155. PROHIBITED BIDDING ON BONDS. (a) No person who  
10 provides financial programming or marketing assistance to the state bond  
11 committee in connection with the issuance or sale of general obligation  
12 or revenue bonds of the state may bid on the bonds.

13 (b) The sale of general obligation or revenue bonds of the state  
14 to a person who is prohibited from bidding on the bonds under (a) of  
15 this section is against public policy and the sale is void.

16 (c) In this section "person" means an individual, firm, agent,  
17 factor, intermediary, partnership, corporation, association, bond house,  
18 stockbroker or bond broker.

19 \* Sec. 2. AS 37.30 is amended by adding a new section to read:

20 ARTICLE 2. RESTRICTIONS ON SALE OF BONDS.

21 Sec. 37.30.100. PROHIBITED BIDDING ON BONDS. (a) No person who  
22 provides financial programming or marketing assistance to a political  
23 subdivision of the state, whether home rule or otherwise, in connection  
24 with the issuance or sale of general obligation or revenue bonds of the  
25 political subdivision may bid on the bonds if offered at public sale,  
26 or negotiate for their purchase if sold at private sale.

27 (b) The sale of general obligation or revenue bonds of a political  
28 subdivision to a person prohibited from bidding on, or negotiating for  
29 the sale of bonds under (a) of this section is against public policy

1 and the sale is void.

2 (c) In this section "person" means an individual, firm, agent,  
3 factor, intermediary, partnership, corporation, association, bond house,  
4 stockbroker or bond broker.

5 \* Sec. 3. AS 18.55 is amended by adding a new section to read:

6 Sec. 18.55.185. PROHIBITED BIDDING ON BONDS. (a) No person who  
7 provides financial programming or marketing assistance to the authority  
8 in connection with the issuance or sale of bonds of the authority under  
9 any section of this chapter may bid on the bonds if offered at public  
10 sale, or negotiate for their purchase, if sold at a private sale.

11 (b) The sale of bonds of the authority to a person who is pro-  
12 hibited from bidding on the bonds under (a) of this section is against  
13 public policy and the sale is void.

14 (c) In this section, "person" means an individual, firm, agent,  
15 factor, intermediary, partnership, corporation, association, bond house,  
16 stockbroker or bond broker.

17 \* Sec. 4. AS 18.56 is amended by adding a new section to read:

18 Sec. 18.56.115. PROHIBITED BIDDING ON BONDS AND NOTES. (a) No  
19 person who provides fiscal programming or marketing assistance to the  
20 corporation in connection with the issuance or sale of the corporation's  
bonds or bond anticipation notes may bid or negotiate on the bonds or  
notes.

23 (b) The sale of bonds or bond anticipation notes of the corporation  
24 to a person who is prohibited from bidding on the bonds or notes under  
25 (a) of this section is against public policy and the sale is void.

26 (c) In this section, "person" means an individual, firm, agent,  
27 factor, intermediary, partnership, corporation, association, bond house,  
28 stockbroker or bond broker.  
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