

Introduced: 1/11/78  
Referred: The Special Committee  
on the Alaska Permanent Fund and  
Finance

1 IN THE HOUSE

BY THE SPECIAL COMMITTEE ON  
THE ALASKA PERMANENT FUND

2 HOUSE BILL NO. 595

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to income of the Alaska permanent  
7 fund; and providing for an effective date."

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

9 \* Section 1. AS 37 is amended by adding new sections to read:

10 Sec. 37.13.190. PERMANENT FUND INCOME. Income from investment of  
11 the permanent fund becomes part of the permanent fund and shall be  
12 deposited in the permanent fund annually. The income may be used to  
13 provide for guarantees of indebtedness issued by governmental agencies  
14 of the state for power projects.

15 Sec. 37.13.200. GUARANTEES OF INDEBTEDNESS. The Board of Trustees  
16 of the Alaska Permanent Fund Corporation is authorized to enter into  
17 agreements with any public authority of this state or any municipality  
18 or other governmental agency of the state, providing for a guarantee of  
19 the payment when due, whether at maturity or by sinking fund redemption  
20 but not by acceleration of maturity, of the principal of and interest on  
21 bonds, notes or other indebtedness issued to finance projects for con-  
22 struction of electric generating and related transmission facilities,  
23 this guarantee to be payable solely from the income derived from the  
24 Alaska permanent fund established by sec. 10 of this chapter (other than  
25 income derived from the Alaska enterprise development fund established  
26 by AS 44.55.010). The agreements shall contain such terms, provisions,  
27 and covenants in furtherance of the purposes of secs. 190 - 230 of this  
28 chapter as the board of trustees determines.

29 Sec. 37.13.210. LIMITATION ON INDEBTEDNESS. No bonds, notes or

1 other indebtedness may be guaranteed under sec. 200 of this chapter  
2 unless the board of trustees determines that the debt service for any  
3 year with respect to all bonds, notes and other indebtedness guaranteed  
4 will not exceed the amount of annual income estimated by the board of  
5 trustees to be derived during that year from the Alaska permanent fund  
6 (other than income from the Alaska enterprise development fund). The  
7 determination shall be made by resolution of the board of trustees  
8 before the execution of any guarantee agreement under sec. 200 of this  
9 chapter.

10 Sec. 37.13.220. GUARANTEE ENDORSED. Any bonds, notes or other  
11 indebtedness guaranteed under sec. 200 of this chapter shall have on  
12 the face an endorsement of the guarantee by the chairman of the board of  
13 trustees or his designee.

14 Sec. 37.13.230. LEGISLATIVE APPROVAL. No bonds, notes or other  
15 indebtedness may be guaranteed by the board of trustees under sec. 200  
16 of this chapter until the facilities to be financed with the proceeds  
17 have been approved by the legislature by concurrent resolution.

18 \* Sec. 2. This Act takes effect upon the effective date of an Act estab-  
19 lishing the Alaska Permanent Fund Corporation.