

Introduced: 2/1/79
Referred: State Affairs and
Finance

1 IN THE HOUSE

BY RANDOLPH

2 HOUSE BILL NO. 111

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act requiring the state to pay for capital im-
7 improvements by direct appropriation by repealing the
8 authority of the state to authorize and issue its
9 general obligation bonds."

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

11 * Section 1. AS 37.15.010 - 37.15.100 and 37.15.340 are repealed.

12 * Sec 2. AS 37.15.300 is amended to read:

13 Sec. 37.15.300. BORROWING IN ANTICIPATION OF SALE OF BONDS PER-
14 MITTED. When the state bond committee considers it in the best inter-
15 ests of the state, it may borrow money in anticipation of the sale of
16 [GENERAL OBLIGATION AND] revenue bonds, if

17 [(1) THE GENERAL OBLIGATION BONDS TO BE SOLD HAVE BEEN AUTHO-
18 RIZED BY LAW AND RATIFIED BY A MAJORITY VOTE OF THE QUALIFIED VOTERS OF
19 THE STATE WHO VOTE ON THE QUESTION; OR

20 (2) THE GENERAL OBLIGATION BONDS TO BE SOLD HAVE BEEN AUTHO-
21 RIZED BY LAW FOR THE PURPOSE OF MEETING NATURAL DISASTERS, REPELLING
22 INVASION, SUPPRESSING INSURRECTION, OR DEFENDING THE STATE IN WAR; OR]

23 (3) the revenue bonds to be sold have been authorized by law;
24 and

25 (4) money to be derived from the sale of [GENERAL OBLIGATION
26 AND] revenue bonds has [HAVE] been appropriated by the legislature.

27 * Sec. 3. AS 37.07.020(c) is amended to read:

28 (c) Proposed expenditures may not exceed estimated revenues for
29 the succeeding fiscal year. The expenditures proposed in the six-year

1 capital improvements program and financial plan shall not exceed the
2 estimated revenues and revenue bond authorizations passed and proposed.

3 * Sec. 4. AS 37.07.062(c)(3) is amended to read:

4 (3) revenue bonds to be authorized -- shows a normal debit
5 balance; these shall be reflected in [GENERAL OBLIGATION BOND OR] reve-
6 nue bond act proposals accompanying each year's capital improvements
7 program revision; [THE GENERAL OBLIGATION BOND ACT PROPOSALS ARE TO
8 PROVIDE FUNDING FOR THE THREE FISCAL YEARS FOLLOWING THE GENERAL ELEC-
9 TION DATE;]

10 * Sec. 5. AS 37.07.060(b)(3)(F) and AS 37.07.062(a)(6) are repealed.

11 * Sec. 6. The right of the state to issue general obligation bonds autho-
12 rized by the voters before the effective date of this Act is not affected by
13 this Act. The state bond committee may issue bonds authorized by the voters
14 before but unissued on the effective date of this Act in accordance with the
15 provisions of AS 37.15.010 - 37.15.100 as those provisions read before the
16 effective date of this Act.

17 * Sec. 7. Notwithstanding any other provision of this Act, the rights of
18 holders of state general obligation bonds and liabilities of the state under
19 those bonds which have been issued or which have been authorized and are
20 issued under sec. 6 of this Act are not affected by the repeal of AS 37.-
21 15.010 by this Act.