

Introduced: 3/20/79  
Referred: Special Permanent  
Fund Committee and Finance

1 IN THE HOUSE

BY THE SPECIAL PERMANENT  
FUND COMMITTEE

2 HOUSE BILL NO. 414

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - FIRST 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 37.13 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 AS 37.13.010 (other than income  
25 derived from the Alaska enterprise development fund established by AS  
26 44.55.010). The agreements shall contain such terms, provisions, and  
27 covenants in furtherance of the purposes of AS 37.13.190 - 37.13.230 as  
28 the board of trustees determines.

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

1 other indebtedness may be guaranteed under AS 37.13.200 unless the board  
2 determines that the debt service for any year for all bonds, notes and  
3 other indebtedness guaranteed will not exceed the amount of annual  
4 income estimated by the board to be derived during that year from the  
5 Alaska permanent fund (other than income from the Alaska enterprise  
6 development fund). The determination shall be made by resolution of the  
7 board before the execution of a guarantee agreement under AS 37.13.200.

8       Sec. 37.13.220. GUARANTEE ENDORSED. A bond, note or other  
9 indebtedness guaranteed under AS 37.13.200 shall have on its face an  
10 endorsement of the guarantee by the chairman of the board or his  
11 designee.

12       Sec. 37.13.230. LEGISLATIVE APPROVAL. No bond, note or other  
13 indebtedness may be guaranteed by the board under AS 37.13.200 until the  
14 facilities to be financed with the proceeds of the bonds, notes or other  
15 indebtedness have been approved by the legislature by concurrent  
16 resolution.

17 \* Sec. 2. This Act takes effect upon the effective date of a version of  
18 House Bill No. 281 establishing the Alaska Permanent Fund Corporation.  
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