

Introduced: 2/18/80
Referred: Finance

1 IN THE HOUSE

BY MCKINNON AND COTTEN

2 HOUSE BILL NO. 873

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to the issuance of general obligation
7 bonds for veterans' housing; and providing for an
8 effective date."

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

10 * Section 1. AS 37.15.020 is amended by adding a new subsection to read:

11 (b) The state bond committee may not sell general obligation bonds
12 authorized for veterans' housing in combination with the sale of a
13 general obligation bond authorized for any other purpose.

14 * Sec. 2. AS 37.15 is amended by adding a new section to read:

15 Sec. 37.15.202. MANAGEMENT OF VETERANS' HOUSING GENERAL OBLIGATION
16 BONDS. (a) There is a special fund of the state known as the "veterans'
17 housing general obligation bond fund" into which shall be paid the
18 proceeds of the sale of general obligation bonds authorized for
19 veterans' housing, except any accrued interest paid on these bonds which
20 shall be paid into the veterans' housing general obligation bond redemp-
21 tion fund. The money in the veterans' housing general obligation bond
22 fund may be transferred to the Alaska World War II veterans' revolving
23 fund created by AS 26.15.090, for making veterans' loans under AS 26.-
24 15.040 - 26.15.140.

25 (b) There is a special fund of the state known as the "veterans'
26 housing general obligation bond redemption fund" which is a trust fund
27 for paying and securing the payment of the principal of and interest and
28 redemption premium, if any, on general obligation bonds authorized for
29 veterans' housing and which shall be at all times completely segregated

1 and set apart from all other funds of the state. The state bond com-
2 mittee, on behalf of the state, shall obligate and bind the state to set
3 aside and pay into the bond redemption fund any part or parts of, or all
4 of, or a fixed proportion of, or a fixed amount of the money in the fund
5 sufficient to pay the principal of and interest and redemption premium,
6 if any, on the bonds as the payments become due. The state bond com-
7 mittee shall provide for the transfer of the fund balance to the general
8 fund annually.

9 * Sec. 3. AS 26.15.040(d) is amended to read:

10 (d) Money loaned shall be delivered to the borrower in the form of
11 a warrant drawn on the treasury, vouchered in the manner prescribed for
12 state disbursing officers, and charged against the Alaska World War II
13 veterans' revolving fund. Each voucher shall be approved by the com-
14 missioner of commerce and economic development or any bonded deputy
15 authorized to act as a certifying officer. [UPON REPAYMENT OF LOANS BY
16 INSTALLMENTS, OR OTHERWISE, IN ACCORDANCE WITH THE PRESCRIBED TERMS, OR
17 UPON LIQUIDATION BY FORECLOSURE OR OTHER PROCESS, OR UPON RECEIPT OF
18 INTEREST OR OTHER REVENUE, THE MONEY SO RECEIVED SHALL BE TURNED OVER TO
19 THE COMMISSIONER OF REVENUE FOR DEPOSIT IN THE ALASKA WORLD WAR II
20 VETERANS' REVOLVING FUND.]

21 * Sec. 4. AS 26.15.040 is amended by adding a new subsection to read:

22 (e) When a loan is repaid by installments or otherwise, in accord-
23 ance with its terms, by foreclosure, or in any other manner,

24 (1) amounts received in payment of principal and interest on
25 loans made with the proceeds of general obligation bonds authorized and
26 issued for veterans' housing shall be set aside by the commissioner of
27 commerce and economic development for payment into the veterans' housing
28 general obligation bond redemption fund established by AS 37.15.202(b);

29 (2) other amounts received shall be transmitted to the com-

1 missioner of revenue for deposit into the Alaska World War II veterans'
2 revolving fund.

3 * Sec. 5. This Act takes effect on the effective date of a constitutional
4 amendment authorizing the state to incur general obligation bonded indebted-
5 ness for veterans' housing.

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