

Original sponsor: Rules/Governor

Offered: 3/17/82
Referred: Finance

1 IN THE HOUSE

BY THE LABOR AND
COMMERCE COMMITTEE

2 CS FOR HOUSE BILL NO. 694 (L&C)

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TWELFTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to the Alaska Municipal Bond Bank
7 Authority; and providing for an effective date."

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

9 * Section 1. AS 39.25.120 is amended by adding a new paragraph to read:

10 (20) employees and agents, other than the executive secretary
11 and legal counsel, of the Alaska Municipal Bond Bank Authority.

12 * Sec. 2. AS 44.85.070 is amended to read:

13 Sec. 44.85.070. STAFF. The bond bank authority shall employ an
14 executive secretary who may with the approval of the bond bank authority
15 select and employ additional staff as necessary. Employees and agents of
16 the bond bank authority other than legal counsel and the executive sec-
17 retary are in the partially exempt [CLASSIFIED] service under AS 39.25.
18 In addition to its staff of regular employees, the bond bank authority
19 may contract for and engage the services of the bond counsel, consul-
20 tants, experts, and financial advisors the bond bank authority considers
21 necessary for the purpose of developing information, or conducting
22 studies, investigations, hearings or other proceedings.

23 * Sec. 3. AS 44.85.100(b) is amended to read:

24 (b) The bond bank authority shall include in the report required
25 by (a) of this section an estimate of the amount of revenue bonds of the
26 bond bank authority to be issued during the fiscal year following the
27 fiscal year in which the report is submitted [12-MONTH PERIOD]. The bond
28 bank authority may not issue revenue bonds, other than refunding bonds,
29 in excess of \$50,000,000 during any 12-month period beginning after

1 June 30, 1981, unless the legislature, by law, approves the estimate
2 required by this subsection for that 12-month period.

3 * Sec. 4. AS 44.85 is amended by adding a new section to read:

4 Sec. 44.85.165. MUNICIPAL BOND BANK REVOLVING LOAN FUND ESTAB-
5 LISHED. There is established in the Department of Revenue a municipal
6 bond bank revolving loan fund. The municipal bond bank revolving loan
7 fund consists of money appropriated to it by the legislature. Principal
8 payments on a loan made under this section shall be returned to the bond
9 bank revolving loan fund. Interest payments on a loan made under this
10 section shall be transferred to the general fund as provided by AS 37.-
11 10.050 - 37.10.060. The bond bank authority may make loans to munici-
12 palities from the municipal bond bank revolving loan fund. A loan made
13 under this section

14 (1) may be used only for

15 (A) expenditures authorized to be paid from revenues of
16 a municipal bond issue if the bonds have been authorized as re-
17 quired by law but have not been sold;

18 (B) expenditures authorized under a grant from the state
19 or federal government made after the grant is authorized but before
20 it is received; or

21 (C) expenditures authorized by a municipal governing
22 body in anticipation of tax revenues expected to be received during
23 the period of the loan;

24 (2) shall be for a period of one year or less;

25 (3) may not exceed an amount that, when added to the bor-
26 rower's outstanding aggregate municipal bond bank revolving loan fund
27 balance, totals \$1,000,000; and

28 (4) shall bear interest at a rate that is approved by the
29 bond bank authority by resolution and that is not less than the market

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rate the authority would have to pay at the time of the loan for notes issued for a similar purpose.

* Sec. 5. AS 44.85.180(c) is amended to read:

(c) Notwithstanding the provisions of (a) and (b) of this section, the total amount of bond bank authority bonds and notes outstanding at any one time, except bonds or notes issued to fund or refund bonds or notes, may not exceed \$200,000,000 [\$150,000,000].

* Sec. 6. This Act takes effect immediately in accordance with AS 01.10.-070(c).