

Original sponsor: Finance Committee

Offered: 4/1/82
Referred: Rules

1 IN THE SENATE BY THE FINANCE COMMITTEE

2 HOUSE CS FOR SENATE BILL NO. 593 (Finance)

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 Housing Finance Corpora-
7 tion and bonds issued by the Alaska Housing Finance
8 Corporation; and providing for an effective date."

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

10 * Section 1. AS 18.56.098(h) is amended to read:

11 (h) The corporation shall establish the interest rate on a second
12 mortgage loan purchased under (a) of this section in the manner estab-
13 lished for computing the interest rates on a first mortgage loan under
14 (g) of this section except that, in the case of a second mortgage loan,
15 if the first mortgage loan made to the same borrower is held by the
16 corporation and was purchased under the special mortgage loan purchase
17 program, the outstanding principal balance of the existing first mortgage
18 loan is subtracted from \$90,000 to determine the amount of the loan that
19 is eligible for an interest rate on a second mortgage loan determined by
20 reference to (g) of this section.

21 * Sec. 2. AS 18.56.110(g) is amended to read:

22 (g) Notwithstanding AS 18.56.090(12) and (a) of this section, the
23 corporation may not issue bonds, other than refunding bonds, in any
24 12-month period beginning after June 30, 1983 [1982], in an amount that
25 exceeds the amount of bonds authorized to be issued during the preceding
26 period, unless a different amount is authorized by the legislature.

27 * Sec. 3. In addition to the amount authorized by sec. 48, ch. 115, SLA
28 1981, the Alaska Housing Finance Corporation may issue bonds in the principal
29 amount of \$210,000,000 during the fiscal year ending June 30, 1982.

1 * Sec. 4. The Alaska Housing Finance Corporation may issue bonds in the
2 principal amount of \$980,000,000 during the fiscal year ending June 30, 1983.

3 * Sec. 5. For the purpose of assisting the Alaska Housing Finance Corpora-
4 tion to provide money for the purchase of mortgages made for residences for
5 qualifying veterans under AS 18.56, revenue bonds of the Alaska Housing
6 Finance Corporation may be unconditionally guaranteed as to principal and
7 interest by the state in the principal amount of not more than \$400,000,000.
8 The full faith, credit, and resources of the state are pledged to the payment
9 of the principal and interest on these bonds and the principal and interest
10 on the bonds is secured by the general obligation of the State of Alaska.
11 This statement shall be printed on the face of the bonds and shall be signed
12 in manual or facsimile form by the governor. The provisions of AS 37.15 do
13 not apply to the bonds. The bonds shall be sold by the Alaska Housing Finance
14 Corporation under AS 18.56 at public sale in amounts and at times approved by
15 the state bond committee.

16 * Sec. 6. If the question set out in sec. 8 of this Act is approved by
17 the qualified voters of the state who vote on the question, the Alaska Housing
18 Finance Corporation may issue not more than the principal amount of
19 \$400,000,000 of its revenue bonds that are unconditionally guaranteed as to
20 principal and interest by the state, the proceeds of which shall be expended
21 by the Alaska Housing Finance Corporation to provide money for the purchase
22 of mortgages made for residences for qualifying veterans under AS 18.56.

23 * Sec. 7. As used in this Act a qualifying veteran is a person who served
24 on active duty in the United States military service, and who was discharged
25 or released under conditions other than dishonorable or a person who is a
26 qualified veteran as the term may be otherwise defined under the Mortgage
27 Subsidy Bond Tax Act of 1980.

28 * Sec. 8. The question of whether or not the state guaranty of bonds
29 referred to in this Act shall be made shall be submitted to the qualified

1 voters of the state at the first general election after the effective date of
2 this Act and shall read substantially as follows:

3 PROPOSITION

4 State Guaranteed Veterans Residential
5 Mortgage Bonds \$400,000,000

6 Shall the State of Alaska unconditionally guarantee
7 as a general obligation of the state, the payment
8 of principal and interest on revenue bonds of the
9 Alaska Housing Finance Corporation issued in the
10 principal amount of not more than \$400,000,000 for
11 the purpose of purchasing mortgages made for resi-
12 dences for qualifying veterans, as defined by law?

13 Bonds Yes []

14 Bonds No []

15 * Sec. 9. The state may not guarantee bonds under this Act unless the
16 voters of the state approve an amendment to art. IX, sec. 8 of the Consti-
17 tution of the State of Alaska that allows the state to contract debt for
18 housing loans for veterans.

19 * Sec. 10. If the voters of the state do not approve an amendment to
20 art. IX, sec. 8 of the Constitution of the State of Alaska that allows the
21 state to contract debt for housing loans for veterans the first time the
22 proposed amendment appears on a general election ballot, secs. 5 - 8 of this
23 Act are repealed.

24 * Sec. 11. Sections 5 - 10 of this Act take effect on the adoption by the
25 Twelfth Legislature of a version of a resolution that places a proposed
26 constitutional amendment to art. IX, sec. 8 of the Constitution of the State
27 of Alaska to allow the state to contract debt for housing loans for veterans,
28 on a general election ballot for approval by the voters of the state.

29 * Sec. 12. Sections 1 - 4 of this Act take effect immediately in accor-
dance with AS 01.10.070(c).