

Introduced: 2/4/83  
Referred: State Affairs and  
Finance

1 IN THE HOUSE

BY WARD AND LISKA

2

HOUSE BILL NO. 161

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

THIRTEENTH LEGISLATURE - FIRST SESSION

5

A BILL

6 For an Act entitled: "An Act establishing a defeasance fund in the Depart-  
7 ment of Revenue for the purpose of retiring state  
8 general obligation debt; transferring a portion of  
9 the income of the Alaska permanent fund to the de-  
10 feasance fund; and providing for an effective date."

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

12 \* Section 1. The defeasance fund is established in the Department of  
13 Revenue for the purpose of retiring state general obligation debt incurred  
14 before May 2, 1978. The commissioner of revenue shall administer the  
15 defeasance fund and shall use money in the fund to retire state general  
16 obligation debt as that debt matures and becomes due. The commissioner of  
17 revenue may invest money in the defeasance fund in investments authorized  
18 for the Alaska permanent fund under AS 37.13.120.

19 \* Sec. 2. Notwithstanding AS 37.13.145 and AS 43.23.045(b), on July 1,  
20 1983, \$377,500,000 shall be transferred from the Alaska permanent fund net  
21 income, as defined in AS 37.13.140, for the state fiscal year ending  
22 June 30, 1983, to the defeasance fund established by sec. 1 of this Act.  
23 If there is a balance of Alaska permanent fund net income remaining for the  
24 state fiscal year ending June 30, 1983 after the transfer required by this  
25 section, that balance shall be transferred to the principal of the Alaska  
26 permanent fund for reinvestment. If there is insufficient net income of  
27 the Alaska permanent fund to make the transfer required by this section in  
28 full, the balance of the transfer shall be made on July 1, 1984.

29 \* Sec. 3. The defeasance fund established by sec. 1 of this Act

1 terminates on July 1, 2001. Money or other assets remaining in the defea-  
2 sance fund on July 1, 2001 shall lapse into the general fund.

3 \* Sec. 4. This Act takes effect immediately in accordance with AS 01.-  
4 10.070(c).