

Introduced: 2/17/86
Referred: Community & Regional
Affairs, House Special Committee on
State Loans and Finance

1 IN THE HOUSE

BY MARROU BY REQUEST

2

HOUSE BILL NO. 656

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

FOURTEENTH LEGISLATURE - SECOND SESSION

5

A BILL

6

For an Act entitled: "An Act establishing a limit on the amount of bonded indebtedness a municipality may have outstanding; and providing for an effective date."

7

8

9

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

10

* Section 1. AS 29.10.200 is amended by adding new paragraphs to read:

11

(47) AS 29.47.180 - (general obligation bonds)

12

(48) AS 29.47.240(a) - (revenue bonds)

13

* Sec. 2. AS 29.47.180 is amended to read:

14

Sec. 29.47.180. GENERAL OBLIGATION BONDS. A municipality may acquire, construct, improve, and equip capital improvements and issue negotiable or nonnegotiable general obligation bonds for these purposes. However, the total value of outstanding indebtedness for general obligation bonds and revenue bonds of a municipality may not exceed \$25,000 for each person residing in the municipality.

15

16

17

18

19

20

* Sec. 3. AS 29.47.180 is amended by adding a new subsection to read:

21

(b) This section applies to home rule and general law municipalities.

22

23

* Sec. 4. AS 29.47.240(a) is amended to read:

24

(a) A municipality may issue negotiable or nonnegotiable revenue bonds for a public enterprise or public corporation of the municipality where the only security is the revenue of the public enterprise or corporation. However, the total value of outstanding indebtedness for general obligation bonds and revenue bonds of a municipality may not exceed \$25,000 for each person residing in the municipality. This

25

26

27

28

29

1 subsection applies to home rule and general law municipalities.
2 * Sec. 5. The amendments to AS 29.47.180 and 29.47.240 made by secs.
3 2 - 4 of this Act apply only to bonds issued on or after the effective date
4 of this Act. However, a municipality may not issue general obligation
5 bonds or revenue bonds on or after the effective date of this Act until the
6 municipality is in compliance with AS 29.47.180 and 29.47.240 as amended by
7 secs. 2 - 4 of this Act with respect to all bonds regardless of the dates
8 of issuance.
9 * Sec. 6. This Act takes effect immediately in accordance with AS 01.-
10 10.070(c).