

CS FOR SENATE JOINT RESOLUTION NO. 26 (JUDICIARY)

IN THE LEGISLATURE OF THE STATE OF ALASKA

SEVENTEENTH LEGISLATURE - SECOND SESSION

BY THE SENATE JUDICIARY COMMITTEE

Offered: 5/5/92
Referred: Finance

Sponsor(s): SENATE RULES COMMITTEE BY REQUEST OF THE GOVERNOR

A RESOLUTION

1 Proposing amendments to the Constitution of the State of Alaska creating a debt
2 retirement fund.

3 BE IT RESOLVED BY THE LEGISLATURE OF THE STATE OF ALASKA:

4 * Section 1. Article IX, sec. 7, Constitution of the State of Alaska, is amended to read:

5 SECTION 7. DEDICATED FUNDS. The proceeds of any state tax or license shall not
6 be dedicated to any special purpose, except as provided in Sections [SECTION] 15, 17, and 18
7 of this article or when required by the federal government for state participation in federal
8 programs. This provision shall not prohibit the continuance of any dedication for special
9 purposes existing upon the date of ratification of this section by the people of Alaska.

10 * Sec. 2. Article IX, Constitution of the State of Alaska, is amended by adding a new section to read:

11 SECTION 18. ALASKA DEBT RETIREMENT FUND. (a) The following revenue not
12 dedicated to the permanent fund under Section 15 of this article or the budget reserve fund under
13 Section 17 of this article shall be placed in a separate Alaska debt retirement fund in the State
14 treasury: twenty-five percent of all mineral lease rentals, royalties, royalty sale proceeds, net
15 profit shares, and federal mineral revenue sharing payments received by the State.

16 (b) Interest earned on amounts in the fund accrues to the fund.

17 (c) Appropriations from the fund may be made only

1 (1) for the annual payment of principal, interest, and redemption premium on state
2 general obligations;

3 (2) for the reimbursement of municipalities for the annual payment of principal
4 and interest on municipal general obligations, if the reimbursement is authorized by law; and

5 (3) if an unobligated balance remains, to finance the design and construction of
6 capital projects.

7 * Sec 3. The amendments proposed by this resolution shall be placed before the voters of the state
8 at the next general election in conformity with art. XIII, sec. 1, Constitution of the State of Alaska, and
9 the election laws of the state.