

Funding Information
General Fund \$9,000,000
Other Funds -0-
\$9,000,000

Introduced: 2/19/81
Referred: Community & Regional
Affairs and Finance

1 IN THE HOUSE

BY THE FINANCE COMMITTEE

2

HOUSE BILL NO. 201

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

TWELFTH LEGISLATURE - FIRST SESSION

5

A BILL

6

For an Act entitled: "An Act making special appropriations to the Department
7 of Revenue to provide partial interest payments on
8 municipal bonds as a general fund subsidy to local
9 government; and providing for an effective date."

10

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

11

* Section 1. The sum of \$6,000,000 is appropriated from the general fund
12 to the Department of Revenue, Alaska Municipal Bond Bank Authority, for the
13 purpose of bond reserve and subsidy for debt service which exceeds the
14 interest rate of eight percent for bonds issued after January 1, 1981.

15

* Sec. 2. The sum of \$3,000,000 is appropriated from the general fund to
16 the Department of Revenue to pay to the initial purchasers of bonds issued
17 by the Municipality of Anchorage the difference between the price at which
18 bonds of the municipality bearing interest at the rate of eight percent a
19 year are purchased and the initial reoffering price, including the under-
20 writing fee, as certified by the municipality. If the Municipality of
21 Anchorage certifies to the commissioner of revenue that it has determined to
22 sell its bonds to the Alaska Municipal Bond Bank Authority, the commissioner
23 of revenue shall pay the amount appropriated by this section to the Alaska
24 Municipal Bond Bank for debt service and bond reserves.

25

* Sec. 3. This Act takes effect immediately in accordance with AS 01.10.-
26 070(c).

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Funding Information

General Fund	\$9,000,000	11,500,000	.
Other Funds	-0-		
	\$9,000,000	11,500,000	

Introduced: 2/19/81
 Referred: Community & Regional
 Affairs and Finance

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BY THE FINANCE COMMITTEE

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IN THE LEGISLATURE OF THE STATE OF ALASKA

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TWELFTH LEGISLATURE - FIRST SESSION

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A BILL

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 sell its bonds to the Alaska Municipal Bond Bank Authority, the commissioner
 of revenue shall pay the amount appropriated by this section to the Alaska
 Municipal Bond Bank for debt service and bond reserves.

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* Sec. 4. This Act takes effect immediately in accordance with AS 01.10.-
 070(c).

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NEW SECTION 3:

*Sec. 3. The sum of \$2,500,000 is appropriated from the
 general fund to the Department of Revenue, Alaska Municipal
 Bond Bank Authority, for the purpose of purchasing revenue
 bonds issued by the City of Nenana.



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Section 3. The sum of \$2,500,000.00 is appropriated to the Department of Revenue, Alaska Municipal Bond Bank Authority, for the purpose of purchasing revenue bonds issued by the City of Nenana.

Berrier /

Original Sponsor: Finance Committee

<u>Funding Information</u>	
General Fund	\$11,500,000
Other Funds	-0-
	<u>\$11,500,000</u>

1 IN THE HOUSE BY THE FINANCE COMMITTEE
 2 CS FOR HOUSE BILL NO. 201 (Finance)
 3 IN THE LEGISLATURE OF THE STATE OF ALASKA
 4 TWELFTH LEGISLATURE - FIRST SESSION

A BILL

6 For an Act entitled: "An Act making special appropriations to the Depart-
 7 ment of Revenue to provide partial interest payments
 8 on municipal bonds as a general fund subsidy to local
 9 government and for the purchase of revenue bonds of
 10 the City of Nenana; and providing for an effective
 11 date."

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

13 * Section 1. The sum of \$6,000,000 is appropriated from the general fund
 14 to the Department of Revenue, Alaska Municipal Bond Bank Authority, for the
 15 purpose of bond reserve and subsidy for debt service which exceeds the
 16 interest rate of eight percent for bonds issued after January 1, 1981.

17 * Sec. 2. The sum of \$3,000,000 is appropriated from the general fund to
 18 the Department of Revenue to pay to the initial purchasers of bonds issued
 19 by the Municipality of Anchorage the difference between the price at which
 20 bonds of the municipality bearing interest at the rate of eight percent a
 21 year are purchased and the initial reoffering price, including the under-
 22 writing fee, as certified by the municipality. If the Municipality of
 23 Anchorage certifies to the commissioner of revenue that it has determined to
 24 sell its bonds to the Alaska Municipal Bond Bank Authority, the commissioner
 25 of revenue shall pay the amount appropriated by this section to the Alaska
 26 Municipal Bond Bank for debt service and bond reserves.

27 * Sec. 3. The sum of \$2,500,000 is appropriated from the general fund to
 28 the Department of Revenue, Alaska Municipal Bond Bank Authority, for the
 29 purpose of purchasing revenue bonds issued by the City of Nenana.

1 * Sec. 4. This Act takes effect immediately in accordance with AS 01.10.-
2 070(c).
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THE LEGISLATURE OF THE STATE OF ALASKA
TWELFTH LEGISLATURE

HB 201

HB 201

FISCAL NOTE

I. REQUEST

Bill/Resolution No. HOUSE BILL NO. 201

Title Special appropriations to the Dept. of Revenue for partial interest payments on
Requested by municipal bonds as a general fund subsidy Date 2/19/81

Requested by House Community & Regional Affairs & Finance Committee

II. FISCAL DETAIL

Agency Affected Department of Revenue

Program Category Affected _____

BRU, Program, or Subprogram(s) Affected Ak. Municipal Bond Bank, Dept. of Revenue/Admin. Svcs.

(Note: If more than one budget component is affected, separate line-item amounts and funding for each component in the analysis section.)

EXPENDITURES (Thousands of Dollars)

	FY 81	FY 82	FY 83	FY 84	FY 85	FY 86
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.	9,000.0					
TOTAL	9,000.0					

FUNDING (Thousands of Dollars)

GENERAL FUND	9,000.0					
FEDERAL FUNDS						
OTHER (Specify Fund Source)						

POSITIONS

FULL TIME	-0-					
PART TIME						
TEMPORARY						

III. ANALYSIS (See Fiscal Note Preparation Instructions, Section III)

Bill appropriates \$6.0 million to the Alaska Municipal Bond Bank for an interest rate subsidy for bonds issued after 1/1/81. Rate to the borrower limited to 8%.

Additional \$3.0 million appropriated for subsidy for Municipality of Anchorage bonds to lower their interest rate to 8% on future bond sales.

No additional administrative costs.

Anselm C. Staack

IV. DATE February 24, 1981

PREPARED BY Anselm C. Staack, Treasury Comptroller

AGENCY Dept. of Revenue/Treasury Division

PHONE 465-2351

Original: Legislative Finance

cc: Budget and Management

Prime Sponsor (First Legislator Named)