

Funding Information
General Fund \$350,000,000
Other Funds -0-
\$350,000,000

Introduced: 4/30/81
Referred: Finance

1 IN THE HOUSE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

2

HOUSE BILL NO. 544

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 a special appropriation to the Reserve
7 for Emergency Operating Expenses Account; and providing
8 for an effective date."

9

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

10

* Section 1. (a) All right, title, and interest in loans of the type
11 described in (b) of this section, in an amount not to exceed \$300,000,000 in
12 unpaid principal as of July 1, 1981, and all right, title, and interest in
13 all mortgages, notes, and other instruments of security made in connection
14 with those loans, purchased or acquired by the Department of Revenue from
15 private lending institutions in Alaska or from the Department of Commerce
16 and Economic Development and held in the general fund on July 1, 1981, are
17 transferred and appropriated to the Reserve for Emergency Operating Expenses
18 Account (AS 37.05.139).

19

(b) This section transfers and appropriates

20

(1) conventional loans for owner-occupied single-family resi-
21 dences and duplexes acquired or made under AS 37.10.070; and

22

(2) veterans loans acquired or made under AS 26.15 as of July 1,
23 1981, for owner-occupied single-family residences and duplexes.

24

(c) All right, title, and interest in the then unpaid principal bal-
25 ance of the loans transferred and appropriated to the Reserve for Emergency
26 Operating Expenses Account under this section which are not used by July 1,
27 1985, shall be transferred from that account to the general fund.

28

* Sec. 2. The sum of \$350,000,000 is appropriated from the general fund
29 to the Reserve for Emergency Operating Expenses Account.

1 * Sec. 3. AS 37.25.010 does not apply to the appropriations made in this
2 Act.

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

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HB 544

April 29, 1981

The Honorable Jim Duncan
Speaker of the House
Alaska State Legislature
Pouch V
Juneau, AK 99811

Dear Mr. Speaker:

Under the authority of art. III, sec. 18, of the Alaska Constitution, I am transmitting companion bills to cover the possibility, no matter how slight, of an adverse judgment in ARCO v. State Civ. No. 3 AN 79-1903 (filed March 31, 1979), the oil and gas income tax litigation. These bills do not accord validity to the plaintiffs' claims. Rather, these bills should be viewed as acts of prudent financial husbandry made necessary because of the unpredictable nature of litigation.

One bill makes a special appropriation to the Reserve for Emergency Operating Expenses Account (the so-called Rainy Day Fund) of \$300,000,000 worth of assets and \$350,000,000 in cash for a total of \$650,000,000.

The second bill amends AS 37.05.159 (Reserve for Emergency Operating Expenses Account) to authorize expenditures to pay a judgment which could not otherwise be paid.

These bills must be viewed as insurance. The money in the account is available for investment, and therefore, the appropriation will not be expended unless the plaintiffs prevail in the tax litigation.

Sincerely,

S/JSH

Jay S. Hammond
Governor

Gov

| | |
|----------------------------|----------------------|
| <u>Funding Information</u> | |
| General Fund | \$350,000,000 |
| Other Funds | -0- |
| | <u>\$350,000,000</u> |

Introduced: 4/30/81
Referred: Finance

1 IN THE HOUSE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

2 HOUSE BILL NO. 543

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 a special appropriation to the Reserve
7 for Emergency Operating Expenses Account; and providing
8 for an effective date."

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

10 * Section 1. (a) All right, title, and interest in loans of the type
11 described in (b) of this section, in an amount not to exceed \$300,000,000 in
12 unpaid principal as of July 1, 1981, and all right, title, and interest in
13 all mortgages, notes, and other instruments of security made in connection
14 with those loans, purchased or acquired by the Department of Revenue from
15 private lending institutions in Alaska or from the Department of Commerce
16 and Economic Development and held in the general fund on July 1, 1981, are
17 transferred and appropriated to the Reserve for Emergency Operating Expenses
18 Account (AS 37.05.139).

19 (b) This section transfers and appropriates

20 (1) conventional loans for owner-occupied single-family resi-
21 dences and duplexes acquired or made under AS 37.10.070; and

22 (2) veterans loans acquired or made under AS 26.15 as of July 1,
23 1981, for owner-occupied single-family residences and duplexes.

24 (c) All right, title, and interest in the then unpaid principal bal-
25 ance of the loans transferred and appropriated to the Reserve for Emergency
26 Operating Expenses Account under this section which are not used by July 1,
27 1985, shall be transferred from that account to the general fund.

28 * Sec. 2. The sum of \$350,000,000 is appropriated from the general fund
29 to the Reserve for Emergency Operating Expenses Account.

COMMITTEE COPY

Gov Letter 4/30

1 * Sec. 3. AS 37.25.010 does not apply to the appropriations made in this
2 Act.

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

S/JS/H

Jay S. Hammond
Governor

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| ALASKA STATE LEGISLATURE |
| TWELFTH Legislature FIRST Session |
| HOUSE BILL NO. 544 |
| By THE RULES COMMITTEE BY REQUEST OF THE GOVERNOR |
| "An Act making a special appropriation to the Reserve for Emergency Operating Expenses Account; and providing for an effective date." |
| Spec. appro, to Reserve/ for Emergency Operating Expenses |
| Introduced in the House ...4/30... 19..81 |

| HISTORY IN THE HOUSE | | | | | | | | | | | | | | | | | | | | | | | |
|--------------------------|---|------|----------------|------|------|------|------|--------|--------|---------|---------|-----------------|--|------|----------------|------|------|------|------|--------|--------|---------|---------|
| 19 81 | Read first time and referred to Committee on Finance | | | | | | | | | | | | | | | | | | | | | | |
| Apr 30 | Reported back with recommendation that | | | | | | | | | | | | | | | | | | | | | | |
| | Read second time and | | | | | | | | | | | | | | | | | | | | | | |
| | Read third time and | | | | | | | | | | | | | | | | | | | | | | |
| | <table style="width: 100%; border: none;"> <tr><td style="text-align: center;">PASS</td><td style="text-align: center;">Effective Date</td></tr> <tr><td>Yeas</td><td>Yeas</td></tr> <tr><td>Nays</td><td>Nays</td></tr> <tr><td>Absent</td><td>Absent</td></tr> <tr><td>Excused</td><td>Excused</td></tr> <tr><td colspan="2" style="text-align: center;">Reconsideration</td></tr> <tr><td style="text-align: center;">PASS</td><td style="text-align: center;">Effective Date</td></tr> <tr><td>Yeas</td><td>Yeas</td></tr> <tr><td>Nays</td><td>Nays</td></tr> <tr><td>Absent</td><td>Absent</td></tr> <tr><td>Excused</td><td>Excused</td></tr> </table> | PASS | Effective Date | Yeas | Yeas | Nays | Nays | Absent | Absent | Excused | Excused | Reconsideration | | PASS | Effective Date | Yeas | Yeas | Nays | Nays | Absent | Absent | Excused | Excused |
| PASS | Effective Date | | | | | | | | | | | | | | | | | | | | | | |
| Yeas | Yeas | | | | | | | | | | | | | | | | | | | | | | |
| Nays | Nays | | | | | | | | | | | | | | | | | | | | | | |
| Absent | Absent | | | | | | | | | | | | | | | | | | | | | | |
| Excused | Excused | | | | | | | | | | | | | | | | | | | | | | |
| Reconsideration | | | | | | | | | | | | | | | | | | | | | | | |
| PASS | Effective Date | | | | | | | | | | | | | | | | | | | | | | |
| Yeas | Yeas | | | | | | | | | | | | | | | | | | | | | | |
| Nays | Nays | | | | | | | | | | | | | | | | | | | | | | |
| Absent | Absent | | | | | | | | | | | | | | | | | | | | | | |
| Excused | Excused | | | | | | | | | | | | | | | | | | | | | | |
| | Reported correctly engrossed Signed by Speaker Sent to Senate | | | | | | | | | | | | | | | | | | | | | | |
| CHIEF CLERK OF THE HOUSE | | | | | | | | | | | | | | | | | | | | | | | |

| HISTORY IN THE SENATE | | | | | | | | | | | | | | | | | | | | | | | |
|-------------------------|---|------|----------------|------|------|------|------|--------|--------|---------|---------|-----------------|--|------|----------------|------|------|------|------|--------|--------|---------|---------|
| 19 | Read first time and referred to Committee on | | | | | | | | | | | | | | | | | | | | | | |
| | Reported back with recommendation that | | | | | | | | | | | | | | | | | | | | | | |
| | Read second time and | | | | | | | | | | | | | | | | | | | | | | |
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| PASS | Effective Date | | | | | | | | | | | | | | | | | | | | | | |
| Yeas | Yeas | | | | | | | | | | | | | | | | | | | | | | |
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| Absent | Absent | | | | | | | | | | | | | | | | | | | | | | |
| Excused | Excused | | | | | | | | | | | | | | | | | | | | | | |
| Reconsideration | | | | | | | | | | | | | | | | | | | | | | | |
| PASS | Effective Date | | | | | | | | | | | | | | | | | | | | | | |
| Yeas | Yeas | | | | | | | | | | | | | | | | | | | | | | |
| Nays | Nays | | | | | | | | | | | | | | | | | | | | | | |
| Absent | Absent | | | | | | | | | | | | | | | | | | | | | | |
| Excused | Excused | | | | | | | | | | | | | | | | | | | | | | |
| | Reported correctly engrossed Signed by President Returned to House | | | | | | | | | | | | | | | | | | | | | | |
| SECRETARY OF THE SENATE | | | | | | | | | | | | | | | | | | | | | | | |

| HISTORY IN THE HOUSE | |
|----------------------|--|
| 19 | Received from Senate |
| | Concurred in Senate amendment thus adopting: VOTE |
| | Failed to concur in Senate amendment; asked Senate to recede VOTE |
| | Senate receded from amendment VOTE |
| | Senate failed to recede from amendment VOTE |
| | CC appointed by House |
| | CC appointed by Senate |
| | CC adopted by House VOTE |
| | CC adopted by Senate VOTE |
| | To enrolling Reported correctly enrolled Sent to Governor by Governor |
| | Filed with Lt. Governor |
| | Chapter No. |