

COMMITTEE REPORT  
SENATE

FURTHER: None

2/11/81

Date: 2/24/81

Mr. President:

The Committee on FINANCE has had SB 137  
approving issuance of revenue bonds by the Alaska Municipal Bond Bank Authority

under consideration and (a majority of the committee) (the committee)  
reports it back with the following recommendations:

- do pass  do not pass
- do pass with attached amendments(s)  same title
- replace with CS for \_\_\_\_\_  new title
- and recommends \_\_\_\_\_
- AND attaches a "Letter of Intent"  New Fiscal Note
- reports it back without recommendation *INDIVIDUAL*
- referred to the \_\_\_\_\_ Committee

MEMBERS SIGNING  
DO PASS

*[Handwritten signature]*  
\_\_\_\_\_  
*[Handwritten signature]*  
\_\_\_\_\_  
*[Handwritten signature]*  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

MEMBERS HAVING  
OTHER RECOMMENDATIONS:

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

*[Handwritten signature]*  
\_\_\_\_\_  
CHAIRMAN

Introduced: 2/3/81  
Referred: Community &  
Regional Affairs and Finance

1 IN THE SENATE BY THE RULES COMMITTEE BY REQUEST

2 SENATE BILL NO. 137

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TWELFTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act approving issuance of revenue bonds by the  
7 Alaska Municipal Bond Bank Authority; and providing  
8 for an effective date."

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

10 \* Section 1. The issuance of revenue bonds by the Alaska Municipal Bond  
11 Bank Authority in the principal amount of \$20,000,000 as estimated in the  
12 report filed under the provisions of AS 44.85.100 during the 12 month period  
13 beginning July 1, 1981, is approved.

14 \* Sec. 2. This Act takes effect immediately in accordance with AS 01.10.-  
15 070(c).

16

17

18

19

20

21

22

23

24

25

26

27

28

29

CHAIRMAN:  
LANCE ANDERSON

BOARD MEMBERS:  
THOMAS K. WILLIAMS  
LEE MCANERNEY  
CARROLL FADER  
LARRY URBACH



601 WEST FIFTH AVENUE  
SUITE 430  
ANCHORAGE, ALASKA 99501  
(907) 274-7366

EXECUTIVE DIRECTOR:  
DAVID A. ROSE

## ALASKA MUNICIPAL BOND BANK AUTHORITY

### Remarks of David Rose on SB 137 before the Senate Committee on Community & Regional Affairs.

Mr. Chairman and Members of the Committee:

I am Dave Rose, Executive Director of the Alaska Municipal Bond Bank Authority. As you know, the Bond Bank sells general obligation and revenue bonds on the national bond market (Wall Street) and uses the proceeds of the sales to purchase bonds of Alaskan cities which would not ordinarily be able to sell debt or would only be able to sell debt at unfairly high interest rates. The Bond Bank is rated "A" (and in one bond issue "AAA"); the interest rates generated by an "A" rating are passed along to lesser rated or unrated Alaskan cities.

Ordinarily, I would not appear before you to encourage passage of legislation authorizing the coming year's level of debt to be issued were it not for passage, last session, of amendatory legislation to the Bond Bank Act. Passage last June of SB 1 mandates that State agencies have their level

of bonding approved by law. SB 137 before you today seeks approval of issues amounting to \$20,000,000. The Bond Bank Board of Directors and myself support this legislation.

The Bond Bank has sufficient reserves to leverage this debt and no capital appropriation is being sought by the Bank this year. All operating expenses are from program receipts and no increase in operating budget is being sought as a result of this legislation. In short, there is no budgetary fiscal impact on either the capital or the operating budgets.

Last year the Bond Bank issued \$4,155,000 of revenue debt and \$19,800,000 of general obligation debt.

This year it expects to issue \$10,000,000 of revenue debt and \$21,000,000 of general obligation debt.

Next year it plans to issue \$20,000,000 in revenue debt and \$25,000,000 in general obligation debt.

I hope the Committee will support this legislation. Are there any questions?

CHAIRMAN:  
NORMAN J. LEVESQUE

BOARD MEMBERS:  
THOMAS K. WILLIAMS  
LEE MCANERNEY  
LANCE ANDERSON  
CARROLL FADER



601 WEST FIFTH AVENUE  
SUITE 325  
ANCHORAGE, ALASKA 99501  
(907) 274-7366

EXECUTIVE DIRECTOR:  
DAVID A. ROSE

**ALASKA MUNICIPAL BOND BANK AUTHORITY**

The Honorable Jay Hammond  
Governor of the State of Alaska

The Honorable Clem Tillion  
President of the Alaska State Senate

The Honorable Terry Gardiner  
Speaker of the Alaska State House of Representatives

CERTIFICATE

I, NORMAN J. LEVESQUE, CHAIRMAN OF THE BOARD OF DIRECTORS OF THE ALASKA MUNICIPAL BOND BANK AUTHORITY, HEREBY CERTIFY THAT THE AMOUNT OF FUNDS NECESSARY TO RESTORE THE DEBT SERVICE RESERVE FUND TO AN AMOUNT EQUAL TO THE REQUIRED DEBT SERVICE RESERVE IS AS FOLLOWS:

\$ 0.00      ZERO DOLLARS AND NO CENTS

THERE HAVE BEEN NO DEFAULTS, NO MONETARY DEFICIENCIES EXIST AND NO APPROPRIATION FOR THE PURPOSE OF RESTORATION OF FUNDS IS BEING SOUGHT.

THIS CERTIFICATE IS ISSUED PURSUANT TO ALASKA STATUTES 44.58.270g AND PURSUANT TO PARAGRAPH 911 OF THE GENERAL BOND RESOLUTION OF THE AUTHORITY ADOPTED MAY 27, 1976.

By: Norman J. Levesque  
NORMAN J. LEVESQUE, CHAIRMAN

11/20/80  
DATE

Attest: David A. Rose  
DAVID A. ROSE, SECRETARY

11/20/80  
DATE



CHAIRMAN:  
NORMAN J. LEVESQUE

BOARD MEMBERS:  
THOMAS K. WILLIAMS  
LEE MCANERNEY  
LANCE ANDERSON  
CARROLL FADER



601 WEST FIFTH AVENUE  
SUITE 325  
ANCHORAGE, ALASKA 99501  
(907) 274-7366

EXECUTIVE DIRECTOR:  
DAVID A. ROSE

### ALASKA MUNICIPAL BOND BANK AUTHORITY

The Honorable Jay Hammond  
Governor of the State of Alaska

The Honorable Clem Tillion  
President of the Alaska State Senate

The Honorable Terry Gardiner  
Speaker of the Alaska State House of Representatives

#### CERTIFICATE

I, NORMAN J. LEVESQUE, CHAIRMAN OF THE BOARD OF DIRECTORS OF THE ALASKA MUNICIPAL BOND BANK AUTHORITY, HEREBY CERTIFY THAT THE AMOUNT OF FUNDS NECESSARY TO RESTORE THE DEBT SERVICE RESERVE FUND TO AN AMOUNT EQUAL TO THE REQUIRED DEBT SERVICE RESERVE IS AS FOLLOWS:

\$ 0.00      ZERO DOLLARS AND NO CENTS

THERE HAVE BEEN NO DEFAULTS, NO MONETARY DEFICIENCIES EXIST AND NO APPROPRIATION FOR THE PURPOSE OF RESTORATION OF FUNDS IS BEING SOUGHT.

THIS CERTIFICATE IS ISSUED PURSUANT TO ALASKA STATUTES 44.58.270g AND PURSUANT TO PARAGRAPH 911 OF THE RESOLUTION AUTHORIZING THE ISSUANCE OF ALASKA MUNICIPAL BOND BANK AUTHORITY 1980 REVENUE BONDS (KETCHIKAN PROJECT) ADOPTED MAY 9, 1980.

By: Norman J. Levesque  
NORMAN J. LEVESQUE, CHAIRMAN

11/20/80  
Date

Attest: David A. Rose  
DAVID A. ROSE, SECRETARY

11/20/80  
Date



CHAIRMAN:  
NORMAN J. LEVESQUE

BOARD MEMBERS:  
THOMAS K. WILLIAMS  
LEE MACANERNEY  
LANCE ANDERSON  
CARROLL FAUER



601 WEST FIFTH AVENUE  
SUITE 325  
ANCHORAGE, ALASKA 99501  
(907) 274-7366

EXECUTIVE DIRECTOR:  
DAVID A. ROSE

### ALASKA MUNICIPAL BOND BANK AUTHORITY

The Honorable Jay Hammond  
Governor of the State of Alaska

The Honorable Clem Tillion  
President of the Alaska State Senate

The Honorable Terry Gardiner  
Speaker of the Alaska State House of Representatives

#### CERTIFICATE

I, NORMAN J. LEVESQUE, CHAIRMAN OF THE BOARD OF DIRECTORS OF THE ALASKA MUNICIPAL BOND BANK AUTHORITY, HEREBY CERTIFY THAT THE AMOUNT OF FUNDS NECESSARY TO RESTORE THE DEBT SERVICE RESERVE FUND TO AN AMOUNT EQUAL TO THE REQUIRED DEBT SERVICE RESERVE IS AS FOLLOWS:

\$0.00                      ZERO DOLLARS AND NO CENTS

THERE HAVE BEEN NO DEFAULTS, NO MONETARY DEFICIENCIES EXIST AND NO APPROPRIATION FOR THE PURPOSE OF RESTORATION OF FUNDS IS BEING SOUGHT.

THIS CERTIFICATE IS ISSUED PURSUANT TO ALASKA STATUTES 44.58.270g AND PURSUANT TO PARAGRAPH 911 OF THE RESOLUTION AUTHORIZING THE ISSUANCE OF ALASKA MUNICIPAL BOND BANK GENERAL OBLIGATION BONDS, SPECIAL ISSUE ADOPTED APRIL 8, 1980.

By: Norman J. Levesque  
Norman J. Levesque, Chairman

11/20/80  
Date

Attest: David A. Rose  
David A. Rose, Secretary

11/20/80  
Date



