

Sec. 5. In the event the issuance of such bonds is authorized by the qualified voters of the state, a special fund of the State to be known as the "School General Obligation Bond Redemption Fund" shall be created, to the credit of which there shall be set aside such amounts of money as may be necessary to pay the principal of and interest on the outstanding bonds of the issue described in Section 1 of this Act, and which fund shall be used for the sole purpose of paying and securing the payment of such principal and interest as the same shall become due.

Sec. 6. The question of whether or not the bonds authorized herein shall be issued for the purposes herein provided shall be submitted to the qualified voters of the state at the next state general election to be held on November 6, 1962, in accordance with the provisions of the constitution and laws of the state. The secretary of state shall fix the ballot title to be submitted to the qualified voters for their ratification of the state debt authorized by this Act, and shall do everything else necessary to place such proposition before

said qualified voters at said next state general election.

Sec. 7. The proposition to be submitted to the qualified voters at said election shall read substantially as follows:

Proposition

State General Obligation School  
Construction Bonds \$5,000,000

Shall the State of Alaska issue its general obligation bonds in the principal sum of not to exceed \$5,000,000 bearing interest not to exceed six percent per annum and maturing in not to exceed 30 years from date of issue for the purpose of paying part or all of the cost of acquiring, constructing, equipping, and improving certain elementary and secondary public schools within the state and as provided in the Capital Improvement Program for the state dated March 1962?

Bonds yes   
Bonds no

Sec. 8. This Act takes effect on the day after its passage and approval or on the day it becomes law without such approval.

Approved April 16, 1962

## CHAPTER 123

### AN ACT

**Relating to a debt of the state; providing for the issuance of general obligation bonds for acquiring, constructing, and equipping trunk airports and improving existing trunk airports throughout the state; providing for the submission to a vote of the qualified voters of the state of the proposition of whether or not such bonds may be issued for such purposes; and providing for an effective date.**

(C.S.H.B. 462)

**Be it enacted by the Legislature of the State of Alaska:**

Section 1. For the purpose of paying part or all of the cost of acquiring, constructing, and equipping trunk airports and acquiring, constructing, equipping, and making necessary capital improvements to existing trunk airports at Lower Yukon, Sand Point, Barrow, Sitka, and Savoonga, general obligation bonds of the state in the principal sum of not to exceed \$4,175,000 shall be issued and sold. The full faith, credit, and resources of the state shall be and are hereby pledged to the payment of the principal of and interest on such bonds, which bonds shall be issued under the provisions of the State Bonding Act of 1960.

The legislature may provide additional sources of money for the payment of such principal and interest and this Act shall not be deemed to provide an exclusive method of payment. Such bonds shall bear interest at a rate of not to exceed six percent per annum and shall mature in not to exceed 30 years from date of issue.

Sec. 2. The amounts of such bonds to be issued from time to time and the time or times of their issuance shall be fixed by the State Bond Committee (created by Ch. 175, SLA 1960, and the specific purposes for which they are to be issued shall be fixed by the governor. Such purposes shall be within the Capital Improvement Program for the state dated March 1962, and

submitted by the governor to this session of the legislature.

Sec. 3. In the event the issuance of such bonds is authorized by the qualified voters of the state, the sum of \$26,250 or so much thereof as shall be found necessary is authorized to be appropriated from the general fund of the state to carry out the provisions of this Act, and to pay all expenses incident to the sale and issuance of the bonds authorized herein. The amounts expended from the appropriation authorized by this section shall be reimbursed to the general fund from the proceeds of the sale of the bonds authorized by this Act.

Sec. 4. In the event the issuance of such bonds is authorized by the qualified voters of the state, a special fund of the state to be known as the "Trunk Airport Construction Fund" shall be created, into which shall be paid the proceeds of the sale of the bonds described in Section 1 of this Act except for accrued interest. There is hereby appropriated from the "Trunk Airport Construction Fund" to the Department of Public Works the sum of \$4,175,000.

Sec. 5. In the event the issuance of such bonds is authorized by the qualified voters of the state, a special fund of the state to be known as the "Trunk Airport General Obligation Bond Redemption Fund" shall be created, to the credit of which there shall be set aside such amounts of money as may be necessary to pay the principal of and interest on the outstanding bonds of the issue described in Section 1 of this Act, and which fund shall be used for the sole purpose of paying and securing the payment of such principal and interest as the same shall become due.

Sec. 6. The question of whether or not the bonds authorized herein shall be issued for the purposes herein provided shall be submitted to the qualified voters of the state at the next state general election to be held on November 6, 1962, in accordance with the provisions of the constitution and laws of the state. The secretary of state shall fix the ballot title to be submitted to the qualified voters for their ratification of the state debt authorized by this Act, and shall do everything else necessary to place such proposition before said qualified voters at said next state general election.

Sec. 7. The proposition to be submitted to the qualified voters at said election shall read substantially as follows:

Proposition

State General Obligation Trunk  
Airport Construction Bonds  
\$4,175,000

Shall the State of Alaska issue its general obligation bonds in the principal sum of not to exceed \$4,175,000 bearing interest not to exceed six percent per annum and maturing in not to exceed 30 years from date of issue for the purpose of paying part or all of the cost of acquiring, constructing, and equipping trunk airports and acquiring, constructing, equipping, and making necessary capital improvements to existing trunk airports at Lower Yukon, Sand Point, Barrow, Sitka, and Savoonga?

Bonds Yes   
Bonds No

Sec. 8. This Act takes effect on the day after its passage and approval or on the day it becomes law without such approval.

Approved April 16, 1962

## CHAPTER 124

### AN ACT

To provide for the granting of shoreland state oil and gas leases on areas covered by nontidal navigable waters; amending Subsec. (7), Sec. 3, Art. VIII, Ch. 169, SLA 1959, as amended by Sec. 18, Ch. 61, SLA 1960; and providing for an effective date.

(C.S.H.B. 468)

Be it enacted by the Legislature of the State of Alaska:

Section 1. Subsec. (7), Sec. 3, Art. VIII, Ch. 169, SLA 1959, as amended by Sec. 18,

Ch. 61, SLA 1960, is amended by repealing and re-enacting paragraph (j) to read:

(j) Upon timely application as provided by regulation, the state shall issue