

# **\$300,000 General Obligation Bonds Completed for Nenana**

**JUNEAU**—The purchase of \$300,000 worth of City of Nenana general obligation school bonds by the state has been concluded, the office of Gov. Walter J. Hickel reported last week.

The terms and conditions surrounding the sale were worked out in recent meetings between Hickel and other state officials and Mayor John B. Coghill of Nenana.

The bond purchase was authorized as one of the several emergency flood recovery measures for the Fairbanks-Nenana area passed by the special session of the Alaska Legislature in October.

The bonds will mature over a period of 30 years, and bear interest at the rate of six per cent per annum. Principal payments are scheduled semi-annually commencing on July 1, 1968.

Total annual payments of principal and interest will range in amount from \$21,000

range in amount from \$21,000 to \$23,500, the Governor's office said.

Mayor Coghill, in Juneau to conclude the agreement, said the City of Nenana is setting aside the revenues from a city sales tax, and its share of the state tobacco tax, to meet the annual bond

principal and interest payments.

Coghill said these two sources of revenue in fiscal 1967 produced over \$29,000, and over the past six years an average annual total of over \$23,500.

Hickel's office said the state may offer the Nenana school bonds for sale to private investors, after the flood recovery is complete.