

ALASKA STATE LEGISLATURE
SENATE FINANCE COMMITTEE

Senator Kevin Meyer, Co-Chair
State Capitol, Room 518
Juneau, Alaska 99801-1182
Phone: (907) 465-4945
Fax: (907) 465-3476
Sen.Kevin.Meyer@akleg.gov



Senator Pete Kelly, Co-Chair
State Capitol, Room 516
Juneau, Alaska 99801-1182
Phone: (907) 465-3709
Fax: (907) 465-4714
Sen.Pete.Kelly@akleg.gov

CS SB 218 (FIN)
Alaska Municipal Bond Bank Authority

Sectional Analysis

Section 1: Identifies the financing need and the limited debt capacity of the University of Alaska.

Section 2: Identifies that assisting the University of Alaska with financing a heat or energy project is a policy of the State of Alaska.

Section 3: Adds the University of Alaska to the allowed list of bond activity.

Section 4: Provides a specific exemption for the University of Alaska bond issuance to certain statutory limitations on the total dollar amount of revenue bonds that may be issued in a fiscal year.

Section 5: Increases the borrowing limit of the Alaska Municipal Bond Bank (AMBB) from \$1 billion to \$1.5 billion. This will provide an additional \$500 million in capacity.

Section 6: Limits the University of Alaska participation to an amount that does not exceed \$150 million

Section 7: Adds the University of Alaska to the defined issuers of municipal bonds that the AMBB can participate in the purchase of.

Section 8: Provides the legislative approval for the issuance of University of Alaska revenue bonds to pay for the design, construction, acquisition, and equipping of a new heat and power plant facility in Fairbanks. This authorization fulfills the requirement of AS 14.40.253.

Section 9: Provides the legislative approval for the University of Alaska to borrow money by issuing revenue bonds and entering into a loan agreement with the AMBB to pay for the design, construction, acquisition, and equipping of a new heat and power plant facility in Fairbanks. This authorization fulfills the requirement of AS 14.40.253.

Section 10: Effective Date Clause