

HOUSE BILL NO. 282

IN THE LEGISLATURE OF THE STATE OF ALASKA

NINETEENTH LEGISLATURE - FIRST SESSION

BY THE HOUSE RULES COMMITTEE BY REQUEST OF THE GOVERNOR

Introduced: 3/24/95

Referred: Health, Education and Social Services, Finance

A BILL

FOR AN ACT ENTITLED

1 "An Act relating to the authorization for and the issuance of revenue bonds by
 2 the University of Alaska to pay for the costs of repair and rehabilitation of
 3 buildings and other structures, excluding student housing and dormitories, of the
 4 University of Alaska; expanding the uses of the Alaska debt retirement fund to
 5 allow financing of the repair and rehabilitation of University of Alaska facilities;
 6 and providing for an effective date."

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

8 * **Section 1.** LEGISLATIVE INTENT. It is the intent of the legislature that appropriations
 9 for lease or other payments for debt service on the bonds authorized by this Act be made from
 10 the Alaska debt retirement fund (AS 37.15.011).

11 * **Sec. 2.** AS 37.15.011(b) is amended to read:

12 (b) The Alaska debt retirement fund shall be invested by the Department of
 13 Revenue so as to yield competitive market rates, as provided in AS 37.10.071. Money

1 in the fund may be appropriated

2 (1) for the purposes set out in AS 37.15.012;

3 (2) to reimburse municipalities for obligations authorized under
4 AS 14.11.100;

5 (3) to finance the acquisition of state facilities through lease-purchase
6 agreements; [AND]

7 (4) **to finance the acquisition and capital costs of repair and**
8 **rehabilitation of University of Alaska facilities through lease agreements, lease-**
9 **purchase agreements, or other financing agreements; and**

10 (5) if an unobligated balance remains, to finance the design and
11 construction of capital projects.

12 * **Sec. 3.** BOND AUTHORIZATION; PROJECT APPROVAL. (a) The University of
13 Alaska may issue revenue bonds under AS 14.40.254 in an aggregate amount not to exceed
14 \$45,000,000 and may use the proceeds of the revenue bonds to pay for costs of a project to
15 repair and rehabilitate buildings and other structures, excluding student housing and
16 dormitories, owned by the University of Alaska and to pay related costs, including the costs
17 of issuing the bonds.

18 (b) Regarding the project described in (a) of this section, notice is given under
19 AS 14.40.253 that

20 (1) the anticipated annual payment amount is \$4,045,000;

21 (2) the anticipated financing is \$81,420,000;

22 (3) the total construction, acquisition, and other costs of the project are
23 \$42,215,000.

24 (c) This section grants the legislative approval of the project required by
25 AS 14.40.253.

26 * **Sec. 4.** This Act takes effect July 1, 1996 only if, by July 1, 1996, a bill is not enacted
27 into law to authorize capital appropriations or bonds for the purposes authorized by sec. 3 of
28 this Act that total at least \$20,000,000. Any amounts authorized for the issuance of bonds by
29 the Alaska Housing Finance Corporation for the purpose of financing the repair and
30 rehabilitation of student housing facilities at the University of Alaska may not be counted in
31 determining whether the \$20,000,000 authorization required by this section is met.