

**CS FOR SENATE BILL NO. 163(FIN)**

IN THE LEGISLATURE OF THE STATE OF ALASKA

NINETEENTH LEGISLATURE - SECOND SESSION

BY THE SENATE FINANCE COMMITTEE

Offered: 3/27/96

Referred: Rules

Sponsor(s): SENATORS KELLY, Taylor, Duncan, Ellis, Rieger, Donley

**A BILL**

**FOR AN ACT ENTITLED**

1 "An Act approving the University of Alaska's plans to enter into long-term  
2 obligations with the Alaska Housing Finance Corporation to borrow money from  
3 the corporation for the construction of new student housing facilities, and  
4 authorizing the Alaska Housing Finance Corporation to issue its debt obligations  
5 and to make loans to the University of Alaska to finance construction of those  
6 student housing facilities; and providing for an effective date."

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

8 \* **Section 1.** UNIVERSITY OF ALASKA STUDENT HOUSING PROJECT APPROVAL.

9 (a) The Nineteenth Alaska State Legislature approves the plans of the Board of Regents of  
10 the University of Alaska to enter into obligations to borrow \$33,000,000 from the Alaska  
11 Housing Finance Corporation for acquisition and construction of student housing facilities on  
12 the University of Alaska Anchorage campus.

13 (b) For acquisition and construction of the student housing facilities described in (a)

1 of this section, the anticipated

2 (1) annual debt service is \$2,767,000 a year for 25 years, of which the  
3 University of Alaska will pay an amount not to exceed \$1,751,515 a year;

4 (2) total construction and other costs of the facilities are \$36,784,000, of which  
5 \$34,000,000 is for construction to be financed as follows:

6 (A) \$30,000,000 will be financed through the Alaska Housing Finance  
7 Corporation under a subsidized bond authorization;

8 (B) \$3,000,000 will be financed through the Alaska Housing Finance  
9 Corporation with the debt service fully paid by the University of Alaska; and

10 (C) \$1,000,000 will be paid for by the University of Alaska through  
11 university receipts; and

12 (3) total debt service for the full term of the bond is \$73,300,000.

13 (c) Subsection (a) of this section provides the project approval required by  
14 AS 14.40.253 for obligations of the University of Alaska having an annual payment by the  
15 university anticipated to exceed \$1,000,000.

16 \* **Sec. 2.** ALASKA HOUSING FINANCE CORPORATION AUTHORIZED TO ISSUE  
17 OBLIGATIONS IN ORDER TO MAKE LOANS. (a) The Alaska Housing Finance  
18 Corporation may

19 (1) issue bonds or other obligations of the corporation with respect to the loans  
20 to be financed for acquisition or construction of the student housing described in sec. 1 of this  
21 Act; and

22 (2) loan to the University of Alaska the amounts set out in sec. 1 of this Act  
23 to finance the acquisition or construction of the student housing facilities.

24 (b) Subsection (a) of this section provides the approval required by AS 18.55.100(d)  
25 for the Alaska Housing Finance Corporation to arrange for or contract for the financing,  
26 design, construction, and acquisition of a public building project under AS 18.55.100(a)(7).

27 \* **Sec. 3.** This Act takes effect immediately under AS 01.10.070(c).