

SENATE BILL NO. 306

IN THE LEGISLATURE OF THE STATE OF ALASKA

NINETEENTH LEGISLATURE - SECOND SESSION

BY THE SENATE RULES COMMITTEE BY REQUEST OF THE GOVERNOR

Introduced: 3/12/96

Referred: STA, JUD, FIN

A BILL

FOR AN ACT ENTITLED

1 "An Act providing for the issuance of general obligation bonds in the amount
2 of \$148,500,000 for the purpose of paying the cost of design and construction
3 of state correctional facilities; and providing for an effective date."

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

5 * **Section 1.** For the purpose of paying the cost of design and construction of correctional
6 facilities of the state, general obligation bonds of the state in the principal amount of not more
7 than \$148,500,000 shall be issued and sold. The full faith, credit, and resources of the state
8 are pledged to the payment of the principal of and interest and redemption premium, if any,
9 on the bonds. The bonds shall be issued under the provisions of AS 37.15 as those provisions
10 read at the time of issuance.

11 * **Sec. 2.** If the issuance of the bonds is authorized by the qualified voters of the state, a
12 special fund of the state to be known as the "State Correctional Facility Construction Fund"
13 shall be established, to which shall be credited the proceeds of the sale of the bonds described
14 in sec.1 of this Act except for the accrued interest and premiums.

1 Design and Construction Bonds \$148,500,000

2 Shall the State of Alaska issue its general obligation bonds in the
3 principal amount of not more than \$148,500,000 for the purpose of
4 paying the cost of design and construction of state correctional
5 facilities? The annual operating cost of the facilities is estimated at
6 \$28,783,600. Between 1997 and 2013 the average annual debt service
7 for bonds is estimated at \$13,423,000.

8 Bonds Yes []

9 Bonds No []

10 * **Sec. 8.** This Act takes effect immediately under AS 01.10.070(c).