

**CS FOR HOUSE BILL NO. 236(FIN)**

**IN THE LEGISLATURE OF THE STATE OF ALASKA**

**TWENTIETH LEGISLATURE - FIRST SESSION**

**BY THE HOUSE FINANCE COMMITTEE**

**Offered: 4/24/97**

**Referred: Rules**

**Sponsor(s): HOUSE FINANCE COMMITTEE BY REQUEST**

**A BILL**

**FOR AN ACT ENTITLED**

**1 "An Act giving notice of and approving a lease-purchase agreement by the  
2 Department of Administration for an office building in Anchorage; relating to the  
3 financing of the lease-purchase agreement; relating to the municipal taxation of  
4 certain lease interests in the building; and providing for an effective date."**

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

**6 \* Section 1. NOTICE AND APPROVAL OF LEASE-PURCHASE AGREEMENT. The  
7 Department of Administration is authorized to enter into a lease-purchase agreement to acquire  
8 an office building in Anchorage, Alaska. The state bond committee created under  
9 AS 37.15.110 shall oversee the financing and is authorized to provide for issuance of  
10 certificates of participation for the lease-purchase agreement. The total construction,  
11 acquisition, and other costs of the project shall be less than \$38,950,000. The annual amount  
12 of the rental obligation shall be less than \$4,070,000. The total lease payments for the full  
13 term of the agreement shall be less than \$81,400,000. The state shall own the office building  
14 at the end of the lease term. When the building is state property exempt under**

1 AS 29.45.030(a)(1), the state shall pay to the municipality under AS 29.45.030(a)(1)(A) the  
2 property taxes attributable to the private tenants in the office building. This section constitutes  
3 the notice and approval required by AS 36.30.085.

4 \* **Sec. 2.** This Act takes effect immediately under AS 01.10.070(c).