

HOUSE BILL NO. 245

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-FIRST LEGISLATURE - FIRST SESSION

BY REPRESENTATIVE DAVIES

Introduced: 5/18/99

Referred: Health, Education and Social Services, Finance

A BILL

FOR AN ACT ENTITLED

**1 "An Act authorizing the issuance of bonds by the Alaska Housing Finance
2 Corporation for certain capital projects of the University of Alaska; relating to
3 those bonds and to the appropriation of revenue of the Alaska Housing Finance
4 Corporation; and providing for an effective date."**

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

6 * Section 1. LEGISLATIVE INTENT. The legislature intends to ensure the prudent
7 management of the Alaska Housing Finance Corporation to protect its excellent debt rating
8 by the nation's financial community and to preserve it as a valuable asset of the state. To
9 accomplish this goal, the sum of withdrawals for the repayment of bonds under sec. 2(c) of
10 this Act, for transfer to the general fund, and for expenditures on corporate funded capital
11 projects should not exceed the corporation's net income for the preceding fiscal year. The
12 Alaska Housing Finance Corporation projects that \$103,000,000 will be available in each
13 fiscal year beginning with 1999 through 2006, for a total amount during the seven-year period
14 of \$721,000,000.

1 * **Sec. 2.** BOND AUTHORIZATION AND PROVISIONS. (a) Notwithstanding the
 2 limitation in AS 18.56.090 or other provisions of law, the Alaska Housing Finance
 3 Corporation is authorized to issue up to \$64,821,000 in bonds to finance capital projects of
 4 the University of Alaska in accordance with appropriations of the bond proceeds.
 5 AS 18.56.110 - 18.56.190 apply to bonds issued under this section, except that the bonds shall
 6 mature not later than January 1, 2007.

7 (b) The Alaska Housing Finance Corporation shall make the proceeds of bonds issued
 8 under (a) of this section available to the Department of Transportation and Public Facilities
 9 as necessary to accommodate the construction schedule for each of the projects listed in (e)
 10 of this section for which the bond proceeds are appropriated. All income realized by the
 11 Alaska Housing Finance Corporation on the bond proceeds may be used by the corporation
 12 solely for payments of the principal of and interest on the bonds or other costs related to the
 13 bonds.

14 (c) The corporation shall determine the amount of unrestricted revenue necessary, after
 15 payments under (b) of this section, for the payment of costs related to the bonds and notify
 16 the legislature.

17 (d) Each year the corporation shall notify the legislature of the amount of unrestricted
 18 revenue of the corporation, based on the corporation's net income for the preceding fiscal
 19 year, remaining after subtracting the amount determined under (c) of this section that is
 20 available and that may be appropriated for other purposes. If the corporation determines that
 21 an additional amount of unrestricted revenue may be appropriated, the corporation shall also
 22 notify the legislature of that additional amount.

23 (e) Subject to appropriation, the proceeds of bonds issued under (a) of this section
 24 shall be used by the Department of Transportation and Public Facilities in amounts and for
 25 projects as follows:

26	PROJECT	LOCATION	AMOUNT
27	(1) Hutchinson career center expansion	Fairbanks	\$ 7,000,000
28	(2) Food service facility and	Fairbanks	14,000,000
29	museum maintenance/renewal/		
30	replacement		
31	(3) Construction of library	Anchorage	30,470,000

1	(4) Science facility, sports facility and	Anchorage	5,250,000
2	registration center maintenance/		
3	renewal/replacement		
4	(5) Construction of classrooms	Juneau	7,210,000
5	(6) Building maintenance/renewal/	Juneau	891,000
6	replacement		
7	TOTAL		\$64,821,000

8 * **Sec. 3.** This Act is repealed July 1, 2007.

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