

CS FOR HOUSE BILL NO. 525(FIN)

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-SECOND LEGISLATURE - SECOND SESSION

BY THE HOUSE FINANCE COMMITTEE

Offered: 5/3/02

Referred: Today's Calendar

Sponsor(s): HOUSE FINANCE COMMITTEE

A BILL

FOR AN ACT ENTITLED

1 **"An Act relating to the issuance of general obligation bonds for the purpose of paying**
2 **the cost of deferred maintenance of public facilities; and providing for an effective**
3 **date."**

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

5 * **Section 1.** The uncodified law of the State of Alaska is amended by adding a new section
6 to read:

7 GENERAL OBLIGATION BONDS. For the purpose of paying the cost of deferred
8 maintenance of public facilities, general obligation bonds of the state in the principal amount
9 of not more than \$199,317,717, if ratified by a majority of the qualified voters of the state
10 who vote on the question, shall be issued and sold. The full faith, credit, and resources of the
11 state are pledged to the payment of the principal of and interest and redemption premium, if
12 any, on the bonds. The bonds shall be issued under the provisions of AS 37.15 as those
13 provisions read at the time of issuance.

14 * **Sec. 2.** The uncodified law of the State of Alaska is amended by adding a new section to

1 read:

2 PUBLIC FACILITY DEFERRED MAINTENANCE FUND. If the issuance of the
3 bonds is ratified by a majority of the qualified voters of the state who vote on the question, a
4 special fund of the state to be known as the "public facility deferred maintenance fund" shall
5 be established, to which shall be credited the proceeds of the sale of the bonds described in
6 sec. 1 of this Act except for the accrued interest and premiums.

7 * **Sec. 3.** The uncodified law of the State of Alaska is amended by adding a new section to
8 read:

9 DEPARTMENT OF EDUCATION AND EARLY DEVELOPMENT. The amount of
10 \$113,370,217 is appropriated from the public facility deferred maintenance fund to the
11 Department of Education and Early Development to be awarded as grants for deferred
12 maintenance projects for public schools of this state and, subject to reallocation between
13 projects in accordance with AS 37.07.080(e), for the following projects and estimates:

14 PROJECT	LOCATION	AMOUNT
15 (1) Wendler Middle School	Anchorage	\$12,821,521
16 building renovation Phase 2		
17 (2) Hooper Bay structural repairs	Lower Yukon	258,901
18 (3) Blatchley waterline emergency	Sitka City Borough	79,170
19 repair		
20 (4) Gustavus gymnasium renovation	Chatham	394,065
21 (5) Schoenbar renovation	Ketchikan	5,522,692
22 (6) Glennallen Elementary School	Copper River	927,069
23 upgrade		
24 (7) District-wide major maintenance	Petersburg City	1,001,662
25 (8) Hoonah Elementary major	Hoonah City	1,805,501
26 maintenance		
27 (9) Angoon ADA access renovation	Chatham	134,806
28 (10) Glennallen High School gym	Copper River	152,709
29 renovation		
30 (11) Hermon Hutchens Elementary	Valdez City	1,282,453
31 School roof repair		

1	(12) Tikigaq School renovation	North Slope Borough	3,741,661
2	(13) Hydaburg School renovation	Hydaburg City	5,822,106
3	(14) Kobuk School boiler upgrade	Northwest Arctic	176,418
4	(15) Palmer Junior Middle School	Matanuska-Susitna	839,416
5	sprinklers and piping	Borough	
6	(16) Shungnak K-12 renovation	Northwest Arctic	2,809,962
7	(17) Haines drainage	Haines	308,123
8	(18) Mt. Eccles roof replacement	Cordova	269,442
9	(19) Galena High School floor	Galena	154,841
10	renovation		
11	(20) Skagway roof replacement	Skagway City	177,756
12	(21) Nenana kitchen/cafeteria	Nenana City	324,287
13	renovation		
14	(22) Wrangell district-wide major	Wrangell City	1,015,852
15	maintenance		
16	(23) Elicavicular Elementary boiler	St. Mary's	161,346
17	replacement		
18	(24) King Career Center code upgrade	Anchorage	5,110,000
19	and renovation		
20	(25) Kaltag School renovation	Yukon-Koyukuk	2,461,577
21	(26) Tanana major maintenance	Tanana City	2,606,707
22	(27) Yakutat High School gymnasium	Yakutat Borough	125,801
23	structural repair		
24	(28) Ouzinkie School gym renovation	Kodiak Island	660,874
25	(29) Chester Valley Elementary School	Anchorage	5,611,743
26	renovation and addition		
27	(30) Susitna Valley High School,	Matanuska-Susitna	326,239
28	Iditarod, snowshoe fire alarms	Borough	
29	(31) Dillingham Elementary School	Dillingham City	107,928
30	weatherization		
31	(32) Craig Elementary School	Craig City	1,377,669

1	renovation		
2	(33) Blatchley water system upgrades	Sitka City Borough	253,381
3	(34) Klukwan mechanical system	Chatham	138,137
4	renovation		
5	(35) Chenega Bay major maintenance	Chugach	10,520
6	(36) Chalkyitsik sewage lagoon and	Yukon Flats	156,249
7	water tank project		
8	(37) Kake Middle School renovation	Kake City	470,415
9	(38) Cantwell School sprinkler system	Denali Borough	699,201
10	installation and heating system		
11	upgrade		
12	(39) Elicavicular Elementary tank farm	St. Mary's	218,035
13	upgrades		
14	(40) District-wide lighting retrofit	Sitka City Borough	674,113
15	(41) George Morgan Sr. High School	Kuspuk	452,647
16	sewage system replacement		
17	(42) Old Harbor gym voc-ed renovation	Kodiak Island	1,096,001
18	(43) Kenai schools fire alarm	Kenai Peninsula	1,500,000
19	upgrades		
20	(44) Cantwell School roof replacement	Denali Borough	367,833
21	and code upgrade		
22	(45) District-wide roofing, siding, and	Lake and Peninsula	1,757,158
23	window replacement		
24	(46) Nenana vocational education	Nenana City	494,205
25	building renovation		
26	(47) Haines High School	Haines	153,051
27	exterior maintenance		
28	and repairs		
29	(48) District-wide roof replacement	Anchorage	1,302,000
30	and repairs		
31	(49) Anderson School heating and	Denali Borough	1,305,934

1	ventilation upgrade		
2	(50) Northway School structural	Alaska Gateway	956,636
3	upgrade		
4	(51) Tetlin sewer line project	Alaska Gateway	77,081
5	(52) Nenana ADA access	Nenana City	173,195
6	(53) Deering improvements Phase 1	Northwest Arctic	1,801,553
7	(54) District-wide structural repairs	Yukon-Koyukuk	474,162
8	(55) District-wide fuel tank upgrades	Yukon-Koyukuk	5,066,932
9	(56) Dillingham High School gym roof	Dillingham City	158,151
10	(57) Yakutat High School interior	Yakutat Borough	72,258
11	renovation		
12	(58) District-wide fuel tank upgrade	Chugach	133,428
13	(59) Craig Middle School renovation	Craig City	2,209,245
14	(60) Tatitlek generator replacement	Chugach	154,312
15	(61) Anderson School septic leach-	Denali Borough	134,660
16	field replacement		
17	(62) District-wide ADA code upgrades	Yukon-Koyukuk	981,036
18	(63) District-wide mechanical projects	Anchorage	10,150,000
19	(64) District-wide minor building	Anchorage	3,513,627
20	renewal projects		
21	(65) District-wide traffic safety	Anchorage	787,500
22	upgrades		
23	(66) Birchwood and Girdwood	Anchorage	3,710,000
24	Elementary Schools and		
25	Chugiak High School public		
26	water/sewer service		
27	(67) District electrical projects	Anchorage	864,500
28	(68) District-wide hazardous materials/	Anchorage	997,013
29	ADA code issues		
30	(69) District-wide asbestos abatement	Kenai Peninsula	2,000,000
31	(70) District-wide electrical upgrades	Kenai Peninsula	2,000,000

1	(71) Juneau-Douglas High School	Juneau	2,700,000
2	renovation		
3	(72) Nome-Beltz High School	Nome	2,691,000
4	renovations		
5	(73) Sterling Elementary	Kenai Peninsula	91,000
6	School improvements		
7	(74) Ninilchik School upgrade	Kenai Peninsula	301,000
8	and repairs		
9	(75) Nikolaevsk School upgrades	Kenai Peninsula	35,000
10	and repairs		
11	(76) Nikiski Elementary School	Kenai Peninsula	231,000
12	upgrades and repairs		
13	(77) North Star Elementary School	Kenai Peninsula	35,000
14	upgrades and repairs		
15	(78) Nikiski High School repairs	Kenai Peninsula	35,000
16	(79) District-wide ADA code	Yukon-Koyukuk	981,036
17	upgrades		
18	(80) Dillingham High School	Dillingham City	64,623
19	fire panel replacement		
20	(81) Hoonah pool upgrades	Hoonah City	171,092

21 * **Sec. 4.** The uncodified law of the State of Alaska is amended by adding a new section to
22 read:

23 UNIVERSITY OF ALASKA. The amount of \$5,560,000 is appropriated from the
24 public facility deferred maintenance fund to the University of Alaska for the following
25 deferred maintenance projects, subject to reallocation between projects in accordance with
26 AS 37.07.080(e):

27	PROJECT	LOCATION	AMOUNT
28	(1) Prince William Sound	Valdez	\$835,000
29	classroom building		
30	renovation		
31	(2) Matanuska-Susitna classroom	Palmer	650,000

1	building renovation		
2	(3) Robertson classroom/parking	Ketchikan	385,000
3	lot renovation		
4	(4) Kodiak classroom building	Kodiak	500,000
5	renovation		
6	(5) Tanana Valley space renovation	Fairbanks	2,000,000
7	(6) Chukchi classroom building	Kotzebue	580,000
8	renovation		
9	(7) Interior/Aleutians classroom	Interior/Aleutians	240,000
10	building renovation		
11	(8) Northwest College classroom	Nome	190,000
12	building renovation		
13	(9) Kuskokwim College classroom	Bethel	180,000
14	building renovation		

15 * **Sec. 5.** The uncodified law of the State of Alaska is amended by adding a new section to
16 read:

17 DEPARTMENT OF TRANSPORTATION AND PUBLIC FACILITIES. The
18 amount of \$31,887,500 is appropriated from the public facility deferred maintenance fund to
19 the Department of Transportation and Public Facilities for the following deferred maintenance
20 projects, subject to reallocation between projects in accordance with AS 37.07.080(e):

21	PROJECT	AMOUNT
22	(1) Whittier Harbor renovation	\$2,449,000
23	(2) Seldovia Harbor renovation	2,628,000
24	(3) Petersburg harbor renovation (Middle	3,729,000
25	and South harbors)	
26	(4) Juneau harbor renovation (Auke	7,119,000
27	Bay Harbor, Aurora Harbor, Harris	
28	Harbor, Douglas Harbor and dock,	
29	North Douglas launch ramp, Taku	
30	Harbor)	
31	(5) Ketchikan harbor renovation (Thomas	3,938,000

1	Basin Harbor, Ryus float, Bar	
2	Harbor North, Hole-in-the-Wall	
3	Harbor, Knudson Cove Harbor)	
4	(6) Sitka harbor renovation (Thomsen	2,234,500
5	Harbor, Crescent Harbor, Sealing	
6	Cove Harbor)	
7	(7) Cordova harbor renovation	4,876,000
8	(8) Wrangell harbor renovation (Standard	3,492,000
9	Harbor, Reliance float, Inner	
10	Harbor Fish and Game Dock,	
11	Shoemaker Harbor)	
12	(9) Yakutat harbor renovation	526,000
13	(10) Klawock harbor and seaplane float	896,000
14	renovation	

15 * **Sec. 6.** The uncodified law of the State of Alaska is amended by adding a new section to
16 read:

17 DEPARTMENT OF TRANSPORTATION AND PUBLIC FACILITIES. The
18 amount of \$48,500,000 is appropriated from the public facility deferred maintenance fund to
19 the Department of Transportation and Public Facilities to be allocated to the following
20 departments for the following deferred maintenance projects in the amounts set out, subject to
21 reallocation between projects in accordance with AS 37.07.080(e):

22	PROJECT	DEPARTMENT	AMOUNT
23	(1) Major deferred maintenance	Administration	\$8,000,000
24	of state-owned office		
25	buildings statewide		
26	(2) Pioneers' Homes facility	Administration	6,000,000
27	major deferred maintenance		
28	statewide		
29	(3) Correctional facility major	Corrections	9,500,000
30	deferred maintenance		
31	statewide		

1	(4) Mt. Edgecumbe High School	Education and	3,000,000
2	and Alaska Vocational	Early Development	
3	Technical Center major		
4	deferred maintenance		
5	(5) Buildings major deferred	Fish and Game	1,400,000
6	maintenance statewide		
7	(6) State-wide ADA compliance	Transportation and	2,500,000
8		Public Facilities	
9	(7) Youth facility repairs and	Health and Social	6,000,000
10	renovation (including Nome	Services	
11	Youth Facility), health clinics		
12	and facilities, and other building		
13	major deferred maintenance		
14	statewide		
15	(8) Military facility renovation at	Military and Veterans'	1,000,000
16	Camp Carroll, Kulis, Eielson,	Affairs	
17	and armory major deferred		
18	maintenance statewide		
19	(9) Major deferred maintenance at	Natural Resources	1,000,000
20	state parks and forestry		
21	stations statewide		
22	(10) Major deferred maintenance on	Public Safety	2,100,000
23	hangars, public safety offices,		
24	and housing, including roof		
25	replacements and weatherization		
26	enhancements statewide		
27	(11) Major deferred maintenance of	Transportation and	6,000,000
28	state offices and facilities	Public Facilities	
29	statewide		
30	(12) Major deferred maintenance	Alaska Court System	2,000,000
31	of court facilities statewide		

1 * **Sec. 7.** The uncodified law of the State of Alaska is amended by adding a new section to
2 read:

3 STATE BOND COMMITTEE. If the issuance of the bonds is ratified by a majority
4 of the qualified voters of the state who vote on the question, the amount of \$697,612 or as
5 much of that amount as is found necessary is appropriated from the proceeds of the sale of the
6 bonds authorized by this Act to the state bond committee to carry out the provisions of this
7 Act and to pay expenses incident to the sale and issuance of the bonds authorized by this Act.

8 * **Sec. 8.** The uncodified law of the State of Alaska is amended by adding a new section to
9 read:

10 ADVANCE PLANNING. Any amount withdrawn from the public facility planning
11 fund (AS 35.10.135) for the purpose of advance planning for the capital improvements
12 financed under this Act shall be reimbursed to the fund from the proceeds of the sale of bonds
13 authorized by this Act.

14 * **Sec. 9.** The uncodified law of the State of Alaska is amended by adding a new section to
15 read:

16 LAPSE; REDEMPTION; REIMBURSEMENT. The unexpended and unobligated
17 balances of the appropriations made in secs. 3 - 6 of this Act lapse under AS 37.25.020 and
18 are appropriated to the state bond committee to redeem bonds sold under this Act. The
19 amounts expended from the general fund to pay the principal, interest, and redemption
20 premium on bonds issued under this Act shall be reimbursed to the general fund from the
21 appropriation made under this section to the extent that the money is not needed to redeem the
22 bonds.

23 * **Sec. 10.** The uncodified law of the State of Alaska is amended by adding a new section to
24 read:

25 BALLOT QUESTION. The question whether the bonds authorized by this Act are to
26 be issued shall be submitted to the qualified voters of the state at the next general election and
27 shall read substantially as follows:

28 PROPOSITION

29 State General Obligation Public Facility Deferred Maintenance

30 Bonds \$199,317,717

31 Shall the State of Alaska issue its general obligation bonds in

1 the principal amount of not more than \$199,317,717 for the
2 purpose of paying for the cost of deferred maintenance of public
3 facilities?

4 Bonds Yes []

5 Bonds No []

6 * **Sec. 11.** This Act takes effect immediately under AS 01.10.070(c).