

SENATE BILL NO. 1004

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-THIRD LEGISLATURE - FIRST SPECIAL SESSION

BY THE SENATE RULES COMMITTEE BY REQUEST OF THE GOVERNOR

Introduced: 6/22/04

Referred: Finance

A BILL

FOR AN ACT ENTITLED

1 **"An Act providing for and relating to the issuance of general obligation bonds for the**
2 **purpose of paying the cost of design, construction, and major maintenance of facilities at**
3 **the University of Alaska; and providing for an effective 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 design,
8 construction, and major maintenance of facilities at the University of Alaska, general
9 obligation bonds of the state in the principal amount of not more than \$39,304,000, shall be
10 issued and sold. The full faith, credit, and resources of the state are pledged to the payment of
11 the principal of and interest and redemption premium, if any, on the bonds. The bonds shall
12 be issued under the provisions of AS 37.15 as those provisions read at the time of issuance.

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

1 2004 UNIVERSITY OF ALASKA FACILITIES DESIGN, CONSTRUCTION, AND
 2 MAJOR MAINTENANCE FUND. A special fund of the state to be known as the "2004
 3 University of Alaska facilities design, construction, and major maintenance fund" shall be
 4 established, to which shall be credited the proceeds of the sale of the bonds described in sec. 1
 5 of this Act except for the accrued interest and premiums.

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

8 UNIVERSITY OF ALASKA. The amount of \$38,904,000 is appropriated from the
 9 2004 University of Alaska facilities design, construction, and major maintenance fund to the
 10 University of Alaska to be allocated among the following projects in the amounts listed,
 11 subject to reallocation between projects in accordance with AS 37.07.080(e):

PROJECT	LOCATION	AMOUNT
(1) Integrated Science Facility construction	Anchorage	\$9,500,000
(2) School of Fisheries and Ocean Science research facility design and construction	Juneau	7,000,000
(3) Biological and Computational Science research facility design and construction	Fairbanks	12,000,000
(4) Safety code and Americans with Disabilities Act improvements	Statewide	2,941,000
(5) Lucy Cuddy Center upgrade and renewal	Anchorage	1,000,000
(6) Bristol Bay classroom expansion construction	Dillingham	1,000,000
(7) Paul/Ziegler classroom renovation	Ketchikan	500,000

1	(8) Sitka campus improvements	Sitka	250,000
2	(9) Tanana Valley campus	Fairbanks	1,000,000
3	classroom expansion		
4	and renovation		
5	(10) Hendrickson Building	Juneau	1,213,000
6	renovations		
7	(11) Homer campus new facility	Homer	500,000
8	classroom construction		
9	(12) Prince William Sound	Valdez	1,000,000
10	facilities classroom		
11	construction		
12	(13) Additional Rural Campus	Systemwide	1,000,000
13	needs		

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

16 STATE BOND COMMITTEE. The amount of \$400,000 or as much of that amount
17 as is found necessary is appropriated from the general fund of the state to the state bond
18 committee to carry out the provisions of this Act and to pay expenses incident to the sale and
19 issuance of the bonds authorized in this Act. The amounts expended from the appropriation
20 authorized by this section shall be reimbursed to the general fund from the proceeds of the
21 sale of the bonds authorized by this Act.

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

24 ANNUAL EARNINGS APPROPRIATIONS. The annual earnings on the proceeds of
25 the sale of bonds authorized in sec. 1 of this Act managed by the Department of Revenue may
26 be appropriated for reimbursement to the Department of Revenue for the costs of establishing
27 and managing the funds.

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

30 ADVANCE PLANNING. The amount withdrawn from the public facility planning
31 fund (AS 35.10.135) for the purpose of advance planning for the capital improvements

1 financed under this Act shall be reimbursed to the fund from the proceeds of the sale of bonds
2 authorized by this Act.

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

5 LAPSE; REDEMPTION; REIMBURSEMENT. The unexpended and unobligated
6 balance of the appropriation made in sec. 3 of this Act lapses under AS 37.25.020 and is
7 appropriated to the state bond committee to redeem bonds sold under this Act. The amounts
8 expended from the general fund to pay the principal, interest, and redemption premium on
9 bonds issued under this Act shall be reimbursed to the general fund from the appropriation
10 made under this section to the extent that the money is not needed to redeem the bonds.

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

13 BALLOT QUESTION. The question whether the bonds authorized in this Act are to
14 be issued shall be submitted to the qualified voters of the state at the next general election and
15 shall read substantially as follows:

16 P R O P O S I T I O N

17 State General Obligation University of Alaska Facilities \$39,304,000
18 Design, Construction, and Major Maintenance Bonds

19 Shall the State of Alaska issue its general obligation bonds in the principal
20 amount of not more than \$39,304,000 for the purpose of paying the cost of
21 design, construction, and major maintenance of facilities at the University of
22 Alaska?

23 Bonds Yes []

24 Bonds No []

25 * **Sec. 9.** Section 8 of this Act takes effect immediately under AS 01.10.070(c).

26 * **Sec. 10.** Sections 1 - 7 of this Act take effect on the date that the lieutenant governor
27 certifies to the revisor of statutes that

28 (1) a majority of the qualified voters of the state who vote on the question at
29 the 2004 general election affirmatively voted in favor of the 2004 amendments to the
30 Constitution of the State of Alaska relating to and limiting appropriations from the Alaska
31 permanent fund based on an averaged percent of the fund market value; and

1 (2) the issuance of bonds authorized by this Act is ratified by a majority of the
2 qualified voters of the state who vote on the question at the 2004 general election.