

**SENATE BILL NO. 167**

IN THE LEGISLATURE OF THE STATE OF ALASKA  
TWENTY-FIFTH LEGISLATURE - FIRST SESSION

**BY THE SENATE RULES COMMITTEE BY REQUEST OF THE LEGISLATIVE COUNCIL**

**Introduced: 5/2/07**  
**Referred: Finance**

**A BILL**

**FOR AN ACT ENTITLED**

1 **"An Act providing notice of and authorizing the legislative council and the supreme**  
2 **court to enter into a lease-purchase agreement for a consolidated office building in**  
3 **Anchorage; relating to the issuance of certificates of participation for the consolidated**  
4 **office building; and providing for an effective date."**

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

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

8 FINDINGS AND PURPOSE. (a) The legislature finds that

9 (1) new legislative office space is needed in Anchorage to accommodate the  
10 consolidation of the district offices of Anchorage legislators, the legislative information  
11 office, the office of the ombudsman, the Legislative Budget and Audit Committee, the Select  
12 Committee on Legislative Ethics, and the office of victims' rights;

13 (2) new administrative offices are needed for the Alaska Court System;

14 (3) consolidation of the offices in (1) and (2) of this subsection in one building

1 with separate entrances for the Alaska Court System offices and legislative offices would be  
2 an efficient way to satisfy this need for office space.

3 (b) The purpose of this Act is to provide notice of and authorize the Alaska  
4 Legislative Council and the Alaska Supreme Court to enter into a lease-purchase agreement  
5 for a consolidated office building to provide the office space described in (a) of this section.

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

8 LEGISLATIVE NOTICE OF AND AUTHORIZATION FOR LEASE-PURCHASE  
9 AGREEMENT. (a) The legislative council and the supreme court may enter into a lease-  
10 purchase agreement for an office building in Anchorage, Alaska, to provide in one building  
11 office space for the Alaska Court System, Anchorage legislators, the Anchorage legislative  
12 information office, the office of the ombudsman, the Legislative Budget and Audit  
13 Committee, the Select Committee on Legislative Ethics, and the office of victims' rights to be  
14 constructed under the lease-purchase agreement.

15 (b) The state bond committee is authorized to provide for the issuance of certificates  
16 of participation in one or more series in the aggregate principal amount of \$41,400,000 for the  
17 construction of the project described in (a) of this section.

18 (c) The estimated total cost of construction, acquisition, and other costs of the project  
19 described in (a) of this section is \$41,400,000. The estimated annual amount of the rental  
20 obligation under the lease-purchase agreement is \$3,300,000. The estimated total lease  
21 payments for the full term of the lease-purchase agreement is \$65,700,000. In this subsection,  
22 "cost of construction" includes credit enhancement and underwriting expenses, rating agency  
23 fees, bond counsel fees, financial advisor fees, printing fees, advertising fees, capitalized  
24 interest, and interest earnings used for lease payments.

25 (d) The state bond committee may contract for credit enhancement, underwriting,  
26 credit ratings, bond counsel, financial advisor, printing, advertising, and trustee services that  
27 the committee considers necessary in financing the project described in (a) of this section.

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

30 APPROVAL OF FINANCING AND AGREEMENT. Section 2 of this Act  
31 constitutes the notice and approval required by AS 36.30.085 for the lease-purchase

- 1 agreement described in sec. 2 of this Act.
- 2 \* **Sec. 4.** This Act takes effect immediately under AS 01.10.070(c).