

# FISCAL NOTE

STATE OF ALASKA  
2009 LEGISLATIVE SESSION

Fiscal Note Number: \_\_\_\_\_  
Bill Version: CSHB 161(FIN)  
(H) Publish Date: 4/7/09

Identifier (file name): CSHB161(CRA)-DOR-TRS-03-26-09  
Title: Support Office Building COPs  
Sponsor: Representative Munoz  
Requester: \_\_\_\_\_  
Dept. Affected: Revenue  
RDU: Revenue Programs and Services  
Component: Treasury Management  
Component Number: 121

**Expenditures/Revenues** (Thousands of Dollars)

Note: Amounts do not include inflation unless otherwise noted below.

OPERATING EXPENDITURES	Appropriation Required	Information					
	FY 2010	FY 2010	FY 2011	FY 2012	FY 2013	FY 2014	FY 2015
Personal Services							
Travel	10.0						
Contractual	390.0						
Supplies							
Equipment							
Land & Structures							
Grants & Claims							
Debt Service	626.0		1,899.0	1,899.0	1,899.0	1,899.0	1,899.0
<b>TOTAL OPERATING</b>	<b>1,026.0</b>	<b>0.0</b>	<b>1,899.0</b>	<b>1,899.0</b>	<b>1,899.0</b>	<b>1,899.0</b>	<b>1,899.0</b>
<b>CAPITAL EXPENDITURES</b>							
<b>CHANGE IN REVENUES ( )</b>							

**FUND SOURCE** (Thousands of Dollars)

1002 Federal Receipts							
1003 GF Match							
1004 GF	626.0		1,899.0	1,899.0	1,899.0	1,899.0	1,899.0
1005 GF/Program Receipts							
1092 MHTAAR							
Bond Proceeds	400.0						
<b>TOTAL</b>	<b>1,026.0</b>	<b>0.0</b>	<b>1,899.0</b>	<b>1,899.0</b>	<b>1,899.0</b>	<b>1,899.0</b>	<b>1,899.0</b>

Estimate of any current year (FY2009) cost: 0.0

**POSITIONS**

Full-time							
Part-time							
Temporary							

**ANALYSIS:** (Attach a separate page if necessary)

The bill authorizes the state to enter into leases to finance and occupy the proposed Alaska Mental Health Trust Support Office Building. This fiscal note only relates to the lease authorized in Section 3 (c) and Certificates of Participation authorized in Section 1 (b) that the state would issue to fund up to \$22.7 million of the construction cost. The actual amount sold would be equivalent to 50% of the cost of the construction. The numbers in this fiscal note contemplate an issuance of \$22.7 million, up to \$400,000 of which would be used to pay for the costs of issuance (including ratings, bond counsel, financial advisor, printing, etc), at an interest rate of 5.5% for a term of 20 years. The financing would take place in the first quarter of FY 2010, and the first interest payment would be due in FY 2010. **While debt service costs must be appropriated as GF in order for the state to receive the lowest financing costs, the financing costs will be reimbursed to the state from the proceeds of the lease after the building is occupied.**

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Administrative Services Division

Phone: 465-3750  
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