

SENATE BILL NO. 226

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-SEVENTH LEGISLATURE - SECOND SESSION

BY THE SENATE COMMUNITY AND REGIONAL AFFAIRS COMMITTEE

Introduced: 3/16/12

Referred: Finance

A BILL

FOR AN ACT ENTITLED

1 "An Act relating to the purchase by the Alaska Housing Finance Corporation of an
2 office building in Nome; approving the issuance of bonds for the purchase of the office
3 building; providing notice of, and authorizing the commissioner of administration to
4 enter into, a lease-purchase agreement with the Alaska Housing Finance Corporation
5 for the office building; and providing for an effective date."

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

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

9 FINDINGS AND PURPOSE. (a) The Department of Administration has identified a
10 need for office space in Nome, Alaska, for state agency use. The purchase of an office
11 building in Nome to provide space for state agency occupancy and use would serve a public
12 purpose.

13 (b) The purpose of this Act is to

1 (1) authorize the Alaska Housing Finance Corporation to finance the purchase
2 of an office building in Nome to provide space for state agency occupancy and use; and

3 (2) provide notice of, and authorize the commissioner of administration to
4 enter into, a lease with the Alaska Housing Finance Corporation for the office building
5 authorized in sec. 2 of this Act.

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

8 LEGISLATIVE AUTHORIZATION FOR PURCHASE AND BONDS. (a) The
9 Alaska Housing Finance Corporation may finance under AS 18.55.010 - 18.55.290 with bond
10 proceeds the purchase of an office building in Nome, Alaska, to be leased to the Department
11 of Administration to provide space for state agency occupancy and use. The purchase price of
12 the office building may not exceed \$38,000,000, including the costs of purchasing the office
13 building and issuing the bonds for the purchase.

14 (b) The Alaska Housing Finance Corporation may issue bonds under
15 AS 18.55.100(a)(15) and (d) for the purchase of the office building described in (a) of this
16 section. The term of the bonds may not exceed 21 years.

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

19 LEGISLATIVE NOTICE OF AND AUTHORIZATION FOR LEASE-PURCHASE
20 AGREEMENT. Subject to annual appropriation, the commissioner of administration may
21 enter into a lease-purchase agreement for the office building described in sec. 2 of this Act.
22 The anticipated total cost of the project is \$38,000,000. The anticipated annual amount of the
23 rental obligation is \$2,504,000. The total lease payments for the full term of the lease-
24 purchase agreement are anticipated to be \$52,548,000.

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

27 APPROVAL OF FINANCING AND AGREEMENT. (a) Section 2 of this Act
28 constitutes the approval required by AS 18.55.100(d) for the financing of the office building
29 described in sec. 2 of this Act.

30 (b) Section 3 of this Act constitutes the notice and approval required by AS 36.30.085
31 for the lease-purchase agreement described in sec. 3 of this Act.

1 * **Sec. 5.** This Act takes effect immediately under AS 01.10.070(c).