

Introduced: 4/10/70  
Referred: Finance

BY THE RULES COMMITTEE BY RE-  
QUEST OF THE SPECIAL COMMITTEE  
ON MONETARY INVESTMENT

1 IN THE HOUSE

2 HOUSE BILL NO. 838

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 SIXTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to the acquisition, construction and  
7 equipping of a campus activities center at the  
8 University of Alaska; creating a campus activities  
9 center revenue fund of the university; making provi-  
10 sion for the repayment of construction loans, and  
11 providing for an effective date."

12 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

13 \* Section 1. (a) There is hereby created a special fund of the univer-  
14 sity to be known as the "campus activities center revenue fund" which shall  
15 be completely segregated and set apart from all other funds of the university,  
16 shall be a trust fund for the uses and purposes herein provided, and into  
17 which shall be paid 25 per cent of all student fees, or a lesser per cent  
18 of all student fees determined by the board, and any special fee assessments  
19 determined by the board.

20 (b) The money in the revenue fund shall be pledged or used only for  
21 the purpose of repaying amounts, and the interest thereon, appropriated by  
22 the legislature for the acquisition, construction and equipping of the  
23 improvements, for the purpose of paying or securing the payment of the  
24 principal of and interest on any other revenue bonds of the university  
25 issued by authorization of the legislature to provide funds to acquire,  
26 construct and equip additions or improvements to the improvements, the  
27 purpose of paying the normal and necessary costs of equipping, maintaining  
28 and operating the improvements, the purpose of paying the cost of renewals,  
29 replacements and normal and extraordinary repairs to the improvements, the

1 purpose of redeeming ahead of their fixed maturity any and all revenue bonds  
2 of the university issued for the improvements, the purpose of providing  
3 funds to acquire, construct and equip necessary additions and improvements  
4 thereto and modifications and extensions of the improvements, and the purpose  
5 of providing funds to pay any and all other normal and necessary costs  
6 relating to the ownership, use and operation of the improvements, all to  
7 the extent fixed and determined by the board.

8 (c) The board may provide for the investment of money in the revenue  
9 fund in such manner as it may fix and determine by resolution. The interest  
10 earned upon or any proceeds derived from the sale of such investments shall  
11 be deposited in and become a part of the revenue fund.

12 \* Sec. 2. The university may acquire, construct and equip or provide for  
13 the acquisition, construction and equipping of the improvements in such  
14 manner as may be determined by the board.

15 \* Sec. 3. The board shall create a special loan redemption fund of the  
16 university which shall be a trust fund for paying and securing the payment  
17 of the principal of and interest on any appropriation made from the general  
18 fund to the university for acquiring, constructing and equipping the im-  
19 provements. The board on behalf of the university may obligate and bind  
20 the university to set aside and pay into the loan redemption fund any part  
21 of the money in the revenue fund, which will be sufficient to pay the  
22 principal of and interest on any appropriation or loan as the same shall  
23 become due and, if it determines necessary, to set aside and maintain  
24 reserves therefor. The loan redemption fund shall be drawn upon solely  
25 for the purpose of paying the principal and interest on any appropriation  
26 or loan from the general fund.

27 \* Sec. 4. All appropriations from the state general fund to the revenue  
28 fund shall be considered long term loans and shall bear interest at five  
29 per cent per annum for a term no longer than 30 years from the effective

1 date of the appropriation.

2 \* Sec. 5. In this Act, unless the context otherwise requires

3 (1) "board" means the Board of Regents of the university;

4 (2) "costs" means the costs of acquiring, constructing and equip-  
5 ping the improvements, including, without limitation, interest on the bonds  
6 prior to and during such construction and during such period of time after  
7 construction as the board determines, and such reserves to secure the bonds  
8 as the board determines;

9 (3) "improvements" means the campus activities center, consti-  
10 tuting one or more buildings or other facilities for campus activities,  
11 including any real property or interest therein necessary in connection  
12 therewith, as may be determined by the board, and acquired, constructed  
13 and equipped out of the proceeds of the sale of the bonds, as authorized  
14 by sec. 2 of this Act; the improvements shall not constitute and may not  
15 be made a part of the housing system of the university as defined in ch. 56,  
16 SLA 1961, as amended and supplemented;

17 (4) "revenue fund" means the campus activities center revenue  
18 fund created by sec. 1 of this Act;

19 (5) "student fees" means all fees charged students by the uni-  
20 versity at College, Alaska, not including tuition charged out-of-state  
21 students or dormitory rentals, and also not including any revenues, fees,  
22 charges and rentals derived by the university from the ownership, lease,  
23 use or operation of the housing system, as the term is defined in ch. 56,  
24 SLA 1961, as amended and supplemented, which, in the opinion of the board,  
25 are now pledged or may hereafter be pledged to the holders of revenue bonds  
26 of the university now or hereafter issued pursuant to ch. 56, SLA 1961, as  
27 amended and supplemented, under existing contracts or agreements with the  
28 holders or purchasers of such revenue bonds;

29 (6) "university" means the University of Alaska, located at

1 College, Alaska.

2 \* Sec. 6. This Act shall be liberally construed in order to carry out  
3 the purposes for which it was adopted, and all existing laws in conflict  
4 with any of the provisions of this Act are superseded insofar as necessary  
5 to accomplish the purposes of and carry out the provisions of this Act.

6 \* Sec. 7. This Act takes effect on the day after its passage and approval  
7 or on the day it becomes law without approval.

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