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Introduced: 2/2/70  
Referred: Health, Welfare  
and Education and Finance

1 IN THE SENATE

BY THE RULES COMMITTEE BY  
REQUEST OF THE GOVERNOR

2 SENATE BILL NO. 436

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 a debt of the state; providing for  
7 the issuance of general obligation bonds in the amount  
8 of \$25,300,000, for the purpose of paying the cost of  
9 acquiring, constructing and equipping and making other  
10 capital improvements to buildings, facilities, and  
11 utilities at the University of Alaska; providing for  
12 the submission to a vote of the qualified voters of  
13 the state of the proposition of whether or not such  
14 bonds may be issued for such purposes; and providing  
15 for an effective date."

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

17 \* Section 1. For the purpose of paying part or all of the cost of  
18 acquiring, constructing and equipping and making other capital improvements  
19 to buildings, facilities, and utilities at the University of Alaska, general  
20 obligation bonds of the state in the principal sum of not to exceed  
21 \$25,300,000 shall be issued and sold. The full faith, credit, and resources  
22 of the state shall be and are hereby pledged to the payment of the principal  
23 of and interest on such bonds, which bonds shall be issued under the pro-  
24 visions of AS 37.15. The legislature may provide additional sources of  
25 money for the payment of such principal and interest, and this Act shall  
26 not be deemed to provide an exclusive method of payment. Such bonds shall  
27 bear interest at a rate of not to exceed eight per cent per annum and shall  
28 mature in not to exceed 30 years from date of issue.

29 \* Sec. 2. The amounts of such bonds to be issued from time to time

1 and the time or times of their issuance shall be fixed by the State Bond  
2 Committee (created by AS 37.15.110), and the specific uses of the proceeds  
3 of such bonds shall be determined by the governor in accordance with the  
4 following general terms and conditions:

5 (1) \$6,000,000 - the Alaska Methodist University and Univer-  
6 sity of Alaska joint library building at Anchorage;

7 (2) \$1,250,000 - the Safety and Health Building at the  
8 University of Alaska;

9 (3) \$8,250,000 - Community College System;

10 (4) \$800,000 - farm improvement facilities at Kenai and  
11 College;

12 (5) \$1,500,000 - utilities modernization at the University  
13 of Alaska;

14 (6) \$4,000,000 - Biology Science Building addition at the  
15 University of Alaska;

16 (7) \$3,500,000 - Dormitory-Dining Building at the Univer-  
17 sity of Alaska.

18 \* Sec. 3. In the event the issuance of such bonds is authorized by  
19 the qualified voters of the state, the sum of \$88,500 or so much thereof  
20 as shall be found necessary is appropriated from the general fund of the  
21 state to carry out the provisions of this Act and to pay expenses incident  
22 to the sale and issuance of the bonds authorized herein. The amounts  
23 expended from the appropriation authorization by this section shall be  
24 reimbursed to the general fund from the proceeds of the sale of the bonds  
25 authorized by this Act.

26 \* Sec. 4. In the event the issuance of such bonds is authorized by  
27 the qualified voters of the state, a special fund of the state to be known  
28 as the "1970 University Construction Fund" shall be created, into which  
29 shall be paid the proceeds of the sale of the bonds described in sec. 1 of

1 this Act except for the accrued interest and premiums. There is hereby  
2 appropriated from the "1970 University Construction Fund" to the  
3 University of Alaska the sum of

4 (1) \$6,000,000 - the Alaska Methodist University and  
5 University of Alaska joint library building at Anchorage;

6 (2) \$1,250,000 - the Safety and Health Building at the  
7 University of Alaska;

8 (3) \$8,250,000 - Community College System;

9 (4) \$800,000 - farm improvement facilities at Kenai and  
10 College;

11 (5) \$1,500,000 - Utilities modernization at the University  
12 of Alaska.

13 \* Sec. 5. In the event the issuance of such bonds is authorized by  
14 the qualified voters of the state, a special fund of the state to be known  
15 as the "1970 University General Obligation Bond Redemption Fund" shall be  
16 created, to the credit of which there shall be set aside such amounts of  
17 money as may be necessary to pay the principal of and interest on the out-  
18 standing bonds of the issue described in sec. 1 of this Act, and which  
19 fund shall be used for the sole purpose of paying and securing the pay-  
20 ment of such principal and interest as the same shall become due.

21 \* Sec. 6. The question of whether or not the bonds authorized herein  
22 shall be issued for the purposes herein provided shall be submitted to the  
23 qualified voters of the state at the next state general election to be  
24 held on November 3, 1970, in accordance with the provisions of the consti-  
25 tution and laws of the state. The secretary of state shall fix the ballot  
26 title to be submitted to the qualified voters for their ratification of the  
27 state debt authorized by this Act, and shall do everything else necessary  
28 to place such proposition before said qualified voters at said next state  
29 general election.

1 \* Sec. 7. The proposition to be submitted to the qualified voters at  
2 said election shall read substantially as follows:

3 Proposition

4 State General Obligation University

5 Construction Bonds \$25,300,000

6 Shall the State of Alaska issue its general obligation bonds in the  
7 principal sum of not to exceed \$25,300,000 bearing interest not to  
8 exceed eight per cent per annum and maturing in not to exceed 30  
9 years from date of issue for the purpose of paying part or all of the  
10 cost of acquiring, constructing and equipping and making other  
11 capital improvements to buildings, facilities, and utilities at the  
12 University of Alaska?

13 Bonds Yes [ ]

14 Bonds No [ ]

15 \* Sec. 8. This Act takes effect on the day after its passage and  
16 approval or on the day it becomes law without such approval.  
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