

Introduced: 5/28/75  
Referred: Commerce and  
Finance

1 IN THE SENATE

BY THE RULES COMMITTEE BY  
REQUEST OF THE GOVERNOR

2 SENATE CONCURRENT RESOLUTION NO. 51

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - FIRST SESSION

5 Relating to a new lease or leases  
6 of space from the Alaska State  
7 Housing Authority for existing State  
8 Projects, and providing for lease  
9 payments in excess of \$12,000

10 BE IT RESOLVED BY THE LEGISLATURE OF THE STATE OF ALASKA:

11 WHEREAS, state lease revenue bonds in the original amount of \$29,095,000  
12 were issued by the Alaska State Housing Authority on October 15, 1970,  
13 pursuant to AS 18.55.010, (called the "original bonds" in this resolution)  
14 in three separate issues, (a) one issue being in the original amount of  
15 \$5,560,000 to finance the Anchorage District Highway Complex, the Petersburg  
16 Highway Shop, Alcantra Youth Camp, Sand Point Fish and Game Headquarters,  
17 Cordova Highway Shop and Fort Yukon Combined Facility, (b) one issue being  
18 in the original amount of \$7,825,000 to finance the Anchorage Court Building  
19 and the Ketchikan Court and Office Building, and (c) one issue being in the  
20 original amount of \$12,700,000 to finance the State Office Building in  
21 Juneau; and

22 WHEREAS, the original bonds were all dated October 1, 1970, and due to  
23 stringent bond market conditions then prevailing, were issued to bear  
24 interest at an effective rate of 6.98 per cent and were scheduled to mature,  
25 and have matured or will mature, in the years 1972 to 1985; and

26 WHEREAS, the useful life of the above structures extends well beyond  
27 the final maturity date of the original bonds and the compressed term of  
28 the original bonds is causing inordinately high annual debt-service payments  
29 and resultant high annual rental payments to the state agencies occupying

1 those structures; and

2 WHEREAS, AS 18.55.140 permits the refunding of bonds of the authority  
3 and it is advantageous and in the best interest of the state to permit the  
4 authority to issue refunding bonds with the effect and result of extending  
5 the maturities and reducing annual debt service and annual rental payments  
6 during the next several or more years even though total debt service and  
7 total rental payments may be increased; and

8 WHEREAS, the issuing of refunding bonds and appropriate disposition of  
9 the proceeds of refunding bonds under the trust indentures securing the  
10 original bonds (a) would cause the original bonds to be no longer out-  
11 standing, (b) would permit the termination of the leases (authorized by  
12 concurrent resolution in accordance with AS 37.05.280) securing the original  
13 bonds with respect to the use of the space in the structures, and (c) would  
14 require a new lease or leases providing for the use of space of the struc-  
15 tures financed by the original bonds to be refunded by bonds of the authority;

16 BE IT RESOLVED, that the use of the space to be provided by a new  
17 lease or leases from the Alaska State Housing Authority for use of the  
18 space by the state in the structures enumerated above and below, financed  
19 by the Alaska Housing Authority State Lease Revenue bonds dated October 1,  
20 1970 and providing for payments in excess of \$12,000 annually, is expressly  
21 approved in accordance with AS 37.05.280: Anchorage District Highway  
22 Complex, the Petersburg Highway Shop, Alcantra Youth Camp, Sand Point Fish  
23 and Game Headquarters, Cordova Highway Shop, Fort Yukon Combined Facility,  
24 Anchorage Court Building, Ketchikan Court and Office Building and the State  
25 Office Building in Juneau; and be it

26 FURTHER RESOLVED, that the existing leases heretofore authorized by  
27 various Concurrent Resolutions of the Alaska Legislature pursuant to AS  
28 37.05.280 and the site leases between the Authority and the Department  
29 of Public Works securing those bonds shall be terminated as permitted under

1 the terms of the trust indenture securing the bonds at the time the new  
2 lease or leases are entered into.

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