

Original sponsor: State Affairs Committee

Offered: 5/23/78
Referred: Finance

1 IN THE HOUSE

BY THE STATE AFFAIRS COMMITTEE

2

CS FOR HOUSE BILL NO. 965

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

TENTH LEGISLATURE - SECOND SESSION

5

A BILL

6

For an Act entitled: "An Act providing for the issuance of general obligation bonds in the amount of \$448,800,000 for the purpose of paying capital construction costs of the new Alaska capital; and providing for an effective date."

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

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* Section 1. For the purpose of paying the costs of capital improvements for the new state capital, general obligation bonds of the state in the principal amount of not more than \$448,800,000 shall be issued and sold. The full faith, credit and resources of the state are pledged to the payment of the principal of and interest and redemption premium, if any, on these bonds. These bonds shall be issued under the provisions of AS 37.15 as those provisions read at the time of issuance. It is the intention of the legislature that the bonds be issued by the state bond committee in no greater than the following amounts in the following years: 1978 - none; 1979 - none; 1980 - \$9,300,000; 1981 - \$46,900,000; 1982 - \$88,000,000; 1983 - \$83,200,000; 1984 - \$93,100,000; 1985 - \$66,500,000; 1986 - \$36,800,000; 1987 - \$25,000,000. However, if the board of directors of the Alaska Capital City Development Corporation (AS 44.63.020) makes recommendations to the state bond committee as to a different schedule of bonds to be issued for the purpose of this section consistent with the recommendation made by the committee established under AS 44.63.170, the state bond committee shall issue the bonds in accordance with the recommendations unless the state bond committee determines that the orderly marketing of state general obligation bonds requires either the above schedule or a new schedule.

1 * Sec. 2. If the qualified voters of the state approve the issuance of
2 these bonds, a special fund of the state to be known as the "1978 New Capital
3 Facilities Construction Fund" shall be established, to which shall be
4 credited \$192,800,000 of proceeds of the sale of the bonds described in sec.
5 1 of this Act, except for the accrued interest and premiums. There is appro-
6 priated from the "1978 New Capital Facilities Construction Fund" to the
7 Alaska Capital City Development Corporation the amount of \$192,800,000. The
8 governor shall allocate the proceeds of these bonds to the corporation for
9 capital facilities projects in accordance with the development program of the
10 corporation.

11 * Sec. 3. If the qualified voters of the state approve the issuance of
12 these bonds, a special fund of the state to be known as the "1978 New Capital
13 Water, Sewer and Heating Construction Fund" shall be established, to which
14 shall be credited \$5,900,000 of proceeds of the sale of the bonds described
15 in sec. 1 of this Act, except for the accrued interest and premiums. There
16 is appropriated from the "1978 New Capital Water, Sewer and Heating Plant
17 Construction Fund" to the Alaska Capital City Development Corporation the
18 amount of \$5,900,000. The governor shall allocate the proceeds of these
19 bonds to the corporation for water, sewer and heating projects in accordance
20 with the development plan of the corporation.

21 * Sec. 4. If the qualified voters of the state approve the issuance of
22 these bonds, a special fund of the state to be known as the "1978 New Capital
23 School Construction Fund" shall be established, to which shall be credited
24 \$66,300,000 of proceeds of the sale of the bonds described in sec. 1 of this
25 Act, except for the accrued interest and premiums. There is appropriated
26 from the "1978 New Capital School Construction Fund" to the Matanuska-Susitna
27 Borough the amount of \$66,300,000. The governor shall allocate the proceeds
28 of these bonds to the Matanuska-Susitna Borough for school projects in accor-
29 dance with the development plan of the Alaska Capital City Development Cor-

1 poration.

2 * Sec. 5. If the qualified voters of the state approve the issuance of
3 these bonds, a special fund of the state to be known as the "1978 New Capital
4 University of Alaska Construction Fund" shall be established, to which shall
5 be credited \$10,300,000 of proceeds of the sale of the bonds described in
6 sec. 1 of this Act, except for the accrued interest and premiums. There is
7 appropriated from the "1978 New Capital University of Alaska Construction
8 Fund" to the Alaska Capital City Development Corporation the amount of
9 \$10,300,000. The governor shall allocate the proceeds of these bonds to
10 University of Alaska projects in accordance with the development program of
11 the corporation and in accordance with agreements between the University of
12 Alaska and the corporation.

13 * Sec. 6. If the qualified voters of the state approve the issuance of
14 these bonds, the following further special funds of the state shall be estab-
15 lished to which shall be credited the following amounts of the sale of bonds
16 described in sec. 1 of this Act, except for the accrued interest and pre-
17 miums:

18 (1) 1978 New Capital Highway Construction Fund \$45,100,000

19 (2) 1978 New Capital Airport Construction Fund 5,000,000

20 These amounts are appropriated from the funds to the Department of Transpor-
21 tation and Public Facilities for the purpose of highway and airport construc-
22 tion and shall be allocated by the governor for expenditure in accordance
23 with the general development plan of the Alaska Capital City Development
24 Corporation.

25 * Sec. 7. If the qualified voters of the state approve the issuance of
26 these bonds, a special fund of the state to be known as the "1978 New Capital
27 Transportation Infrastructure Construction Fund" shall be established, to
28 which shall be credited \$18,700,000 of the proceeds of the sale of the bonds
29 described in sec. 1 of this Act, except for the accrued interest and pre-

1 miums. There is appropriated from the "1978 New Capital Transportation
2 Infrastructure Construction Fund" to the Alaska Capital City Development
3 Corporation the amount of \$18,700,000. The governor shall allocate the
4 proceeds of these bonds to the corporation for transportation infrastructure
5 projects in accordance with the development plan of the corporation.

6 * Sec. 8. If the qualified voters of the state approve the issuance of
7 these bonds, a special fund of the state to be known as the "1978 New
8 Capital Land Development Fund" shall be established, to which shall be
9 credited \$30,300,000 of the proceeds of the sale of the bonds described in
10 sec. 1 of this Act, except for the accrued interest and premiums. There is
11 appropriated from the "1978 New Capital Land Development Fund" to the Alaska
12 Capital City Development Corporation the amount of \$30,300,000. The governor
13 shall allocate the proceeds of these bonds to the corporation for land de-
14 velopment projects in accordance with the development plan of the corpora-
15 tion.

16 * Sec. 9. If the qualified voters of the state approve the issuance of
17 these bonds, a special fund of the state to be known as the "1978 New Capital
18 Municipal Construction Fund" shall be established, to which shall be credited
19 \$47,000,000 of the proceeds of the sale of the bonds described in sec. 1 of
20 this Act, except for the accrued interest and premiums. There is appro-
21 priated from the "1978 New Capital Municipal Construction Fund" to the Alaska
22 Capital City Development Corporation the amount of \$47,000,000. The governor
23 shall allocate the proceeds of these bonds to the corporation for municipal
24 capital improvements in accordance with the development plan of the corpora-
25 tion.

26 * Sec. 10. If the qualified voters of the state approve the issuance of
27 these bonds, a special fund of the state to be known as the "1978 New Capital
28 Utilities Infrastructure Construction Fund" shall be established, to which
29 shall be credited \$27,400,000 of the proceeds of the sale of the bonds de-

1 scribed in sec. 1 of this Act, except for the accrued interest and premiums.
2 There is appropriated from the "1978 New Capital Utilities Infrastructure
3 Construction Fund" to the Alaska Capital City Development Corporation the
4 amount of \$27,400,000. The governor shall allocate the proceeds of these
5 bonds to the corporation for utility infrastructure projects in accordance
6 with the development plan of the corporation.

7 * Sec. 11. If the qualified voters of the state approve the issuance of
8 these bonds, the amount of \$1,500,000 or as much of that amount as is found
9 necessary is appropriated from the general fund to the state bond committee
10 to carry out the provisions of this section and to pay expenses incident to
11 the sale and issuance of the bonds authorized in this Act. The amounts
12 expended from the appropriation authorized by this section shall be reim-
13 bursed to the general fund from the proceeds of the sale of the bonds autho-
14 rized by this Act.

15 * Sec. 12. Any amount withdrawn from the public facility planning fund
16 for the purpose of advance planning for the improvements financed under this
17 Act shall be reimbursed to the fund from the proceeds of the sale of bonds
18 authorized by this section.

19 * Sec. 13. The question whether the bonds authorized in this Act are to
20 be issued shall be submitted to the qualified voters of the state at the next
21 general election and shall read substantially as follows:

22 Proposition

23 State General Obligation New State Capital
24 Construction Bonds 448,800,000

25 Shall the State of Alaska issue its general obligation bonds
26 in the principal amount of not more than \$448,800,000 for the
27 purpose of paying the costs of capital improvements for the
28 new state capital?

29 Bonds Yes []

1 Bonds No []

2 * Sec. 14. For the ballot proposition submitted to the voters in accor-
3 dance with sec. 13 of this Act, the division of budget and management of the
4 Office of the Governor shall prepare an impartial analysis of the fiscal
5 impact to the state of the measure. The analysis shall be written in clear
6 and concise terms which are easily understood by the average voter, and shall
7 avoid the use of technical terms wherever possible. The analysis may contain
8 background information and shall generally set out the information which the
9 average voter needs to understand the measure adequately. The analysis shall
10 include

11 (1) the financing summary determined by the New Capital Site
12 Planning Commission and contained in the House State Affairs Committee report
13 dated May 16, 1978, which indicates the total cost to the state of the
14 relocation of the capital;

15 (2) a revised statement of employment, labor force and population
16 impacts on Juneau prepared by the New Capital Site Planning Commission based
17 on the House State Affairs Committee report dated May 16, 1978, which indi-
18 cates the social impact on Juneau of the relocation of the capital;

19 (3) a study of projected costs of maintaining the capital in
20 Juneau prepared by the New Capital Site Planning Commission; and

21 (4) if funds for the study are appropriated by the legislature, a
22 study of projected costs of maintaining the capital in Juneau prepared by the
23 Legislative Budget and Audit Committee.

24 * Sec. 15. This Act takes effect upon the effective date of a version of
25 an Act entitled "An Act relating to planning for and development of the new
26 Alaska capital."
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