

Introduced: 3/17/78
Referred: State Affairs and
Finance

1 IN THE SENATE

BY THE STATE AFFAIRS COMMITTEE

2 CS SENATE BILL NO. 554

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 obliga-
7 tion bonds in the amount of \$966,000,000 for the
8 purpose of paying capital construction costs of the new
9 Alaska capital; and providing for an effective date."

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

11 * Section 1. For the purpose of paying the costs of capital improvements
12 for the new state capital, general obligation bonds of the state in the
13 principal amount of not more than \$966,000,000 shall be issued and sold. The
14 full faith, credit and resources of the state are pledged to the payment of
15 the principal of and interest and redemption premium, if any, on these bonds.
16 These bonds shall be issued under the provisions of AS 37.15 as those provi-
17 sions read at the time of issuance. It is the intention of the legislature
18 that the bonds be issued by the state bond committee in no greater than the
19 following amounts in the following years: 1978 - none; 1979 - none; 1980 -
20 \$8,800,000; 1981 - \$30,800,000; 1982 - \$58,700,000; 1983 - \$64,400,000;
21 1984 - \$63,300,000; 1985 - \$51,500,000; 1986 - \$63,700,000; 1987 -
22 \$58,400,000; 1988 - \$78,600,000; 1989 - \$83,100,000; 1990 - \$92,800,000;
23 1991 - \$87,800,000; 1992 - \$104,500,000; 1993 - \$80,200,000; and 1994 -
24 \$39,400,000. However, if the board of directors of the Alaska Capital City
25 Development Corporation (AS 44.63.020) makes recommendations to the state
26 bond committee as to a different schedule of bonds to be issued for the
27 purpose of this section consistent with the recommendation made by the com-
28 mittee established under AS 44.63.170, the state bond committee shall issue
29 the bonds in accordance with the recommendations unless the state bond com-

1 mittee determines that the orderly marketing of state general obligation
2 bonds requires either the above schedule or a new schedule.

3 * Sec. 2. If the qualified voters of the state approve the issuance of
4 these bonds, a special fund of the state to be known as the "1978 New Capital
5 Facilities Construction Fund" shall be established, to which shall be
6 credited \$604,100,000 of proceeds of the sale of the bonds described in sec.
7 1 of this Act, except for the accrued interest and premiums. There is appro-
8 priated from the "1978 New Capital Facilities Construction Fund" to the
9 Alaska Capital City Development Corporation the amount of \$604,100,000. The
10 governor shall allocate the proceeds of these bonds to the corporation for
11 capital facilities projects in accordance with the development program of the
12 corporation.

13 * Sec. 3. If the qualified voters of the state approve the issuance of
14 these bonds, a special fund of the state to be known as the "1978 New Capital
15 Water, Sewer and Heating Plant Construction Fund" shall be established, to
16 which shall be credited \$21,900,000 of proceeds of the sale of the bonds
17 described in sec. 1 of this Act, except for the accrued interest and pre-
18 miums. There is appropriated from the "1978 New Capital Water, Sewer and
19 Heating Plant Construction Fund" to the Alaska Capital City Development
20 Corporation the amount of \$21,900,000. The governor shall allocate the
21 proceeds of these bonds to the corporation for water, sewer and heating plant
22 projects in accordance with the development plan of the corporation.

23 * Sec. 4. If the qualified voters of the state approve the issuance of
24 these bonds, a special fund of the state to be known as the "1978 New Capital
25 School Construction Fund" shall be established, to which shall be credited
26 \$260,700,000 of proceeds of the sale of the bonds described in sec. 1 of this
27 Act, except for the accrued interest and premiums. There is appropriated
28 from the "1978 New Capital School Construction Fund" to the Matanuska-Susitna
29 Borough the amount of \$260,700,000. The governor shall allocate the proceeds

1 of these bonds to the Matanuska-Susitna Borough for school projects in accor-
2 dance with the development plan of the Alaska Capital City Development Cor-
3 poration.

4 * Sec. 5. If the qualified voters of the state approve the issuance of
5 these bonds, a special fund of the state to be known as the "1978 New Capital
6 University of Alaska Construction Fund" shall be established, to which shall
7 be credited \$9,200,000 of proceeds of the sale of the bonds described in sec.
8 1 of this Act, except for the accrued interest and premiums. There is appro-
9 priated from the "1978 New Capital University of Alaska Construction Fund" to
10 the Alaska Capital City Development Corporation the amount of \$9,200,000.
11 The governor shall allocate the proceeds of these bonds to University of
12 Alaska projects in accordance with the development program of the corporation
13 and in accordance with agreements between the University of Alaska and the
14 corporation.

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

- | | | |
|----|--|--------------|
| 20 | (1) 1978 New Capital Highway Construction Fund | \$65,100,000 |
| 21 | (2) 1978 New Capital Airport Construction Fund | 5,000,000 |

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

27 * Sec. 7. If the qualified voters of the state approve the issuance of
28 these bonds, the amount of \$1,500,000 or as much of that amount as is found
29 necessary is appropriated from the general fund to the state bond committee

1 to carry out the provisions of this section and to pay expenses incident to
2 the sale and issuance of the bonds authorized in this Act. The amounts
3 expended from the appropriation authorized by this section shall be reim-
4 bursed to the general fund from the proceeds of the sale of the bonds autho-
5 rized by this Act.

6 * Sec. 8. Any amount withdrawn from the public facility planning fund for
7 the purpose of advance planning for the improvements financed under this Act
8 shall be reimbursed to the fund from the proceeds of the sale of bonds autho-
9 rized by this section.

10 * Sec. 9. The question whether the bonds authorized in this Act are to be
11 issued shall be submitted to the qualified voters of the state at the next
12 general election and shall read substantially as follows:

13 Proposition

14 State General Obligation New State Capital

15 Construction Bonds \$966,000,000

16 Shall the State of Alaska issue its general obligation bonds
17 in the principal amount of not more than \$966,000,000 for the
18 purpose of paying the costs of capital improvements for the
19 new state capital?

20 Bonds Yes []

21 Bonds No []

22 * Sec. 10. This Act takes effect upon the effective date of a version of
23 an Act entitled "An Act relating to planning for and development of the new
24 Alaska capital."