

Original sponsor: State Affairs Committee

Offered: 5/19/78
Referred: Finance

1 IN THE SENATE

BY THE STATE AFFAIRS COMMITTEE

2 CS FOR 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 \$296,700,000 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 \$296,700,000 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 - \$47,400,000; 1986 - \$10,200,000; 1987 - \$13,100,000.
22 However, if the board of directors of the Alaska Capital City Development
23 Corporation (AS 44.63.020) makes recommendations to the state bond committee
24 as to a different schedule of bonds to be issued for the purpose of this
25 section consistent with the recommendation made by the committee established
26 under AS 44.63.170, the state bond committee shall issue the bonds in accor-
27 dance with the recommendations unless the state bond committee determines
28 that the orderly marketing of state general obligation bonds requires either
29 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 cre-
4 dited \$165,200,000 of proceeds of the sale of the bonds described in sec. 1
5 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 \$165,200,000. 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 Plant Construction Fund" shall be established, to
14 which shall be credited \$21,900,000 of proceeds of the sale of the bonds
15 described in sec. 1 of this Act, except for the accrued interest and pre-
16 miums. There is appropriated from the "1978 New Capital Water, Sewer and
17 Heating Plant Construction Fund" to the Alaska Capital City Development
18 Corporation the amount of \$21,900,000. The governor shall allocate the
19 proceeds of these bonds to the corporation for water, sewer and heating plant
20 projects in accordance 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 \$9,200,000 of proceeds of the sale of the bonds described in sec.
6 1 of this Act, except for the accrued interest and premiums. There is appro-
7 priated from the "1978 New Capital University of Alaska Construction Fund" to
8 the Alaska Capital City Development Corporation the amount of \$9,200,000.
9 The governor shall allocate the proceeds of these bonds to University of
10 Alaska projects in accordance with the development program of the corporation
11 and in accordance with agreements between the University of Alaska and the
12 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:

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|----|--|--------------|
| 18 | (1) 1978 New Capital Highway Construction Fund | \$65,100,000 |
| 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, the amount of \$1,500,000 or as much of that amount as is found
27 necessary is appropriated from the general fund to the state bond committee
28 to carry out the provisions of this section and to pay expenses incident to
29 the sale and issuance of the bonds authorized in this Act. The amounts

1 expended from the appropriation authorized by this section shall be reim-
2 bursed to the general fund from the proceeds of the sale of the bonds autho-
3 rized by this Act.

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

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

11 Proposition

12 State General Obligation New State Capital

13 Construction Bonds \$296,700,000

14 Shall the State of Alaska issue its general obligation bonds
15 in the principal amount of not more than \$296,700,000 for the
16 purpose of paying the costs of capital improvements for the
17 new state capital?

18 Bonds Yes []

19 Bonds No []

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

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