

Offered: 3/27/85  
Referred: Finance

Original sponsor: Rules/Governor

1 IN THE HOUSE BY THE JUDICIARY COMMITTEE  
2 CS FOR HOUSE BILL NO. 241 (Judiciary)  
3 IN THE LEGISLATURE OF THE STATE OF ALASKA  
4 FOURTEENTH LEGISLATURE - FIRST SESSION  
5 A BILL

6 For an Act entitled: "An Act relating to fiscal procedures of the Univer-  
7 sity of Alaska; and providing for an effective date."

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

9 \* Section 1. AS 14.40.170(b) is amended to read:

10 (b) The Board of Regents may

11 (1) adopt reasonable rules, orders, and plans with reason-  
12 able penalties for the good government of the university and for the  
13 regulation of the Board of Regents;

14 (2) determine and regulate the course of instruction in the  
15 university with the advice of the president;

16 (3) set student tuition and fees;

17 (4) receive and spend university receipts in accordance  
18 with the Executive Budget Act (AS 37.07).

19 \* Sec. 2. AS 14.40.210 is amended to read:

20 Sec. 14.40.210. POWERS OF PRESIDENT OF THE UNIVERSITY. The  
21 president of the University of Alaska may

22 (1) give general direction to the work of the University of  
23 Alaska in all its departments subject to the approval of the Board of  
24 Regents;[.]

25 (2) appoint the deans, heads of departments, professors,  
26 assistants, instructors, tutors, and other officers of the University  
27 of Alaska to the positions established by the Board of Regents;

28 (3) establish procedures for receipt, expenditure, and  
29 fiscal year reporting of university receipts.

1 \* Sec. 3. AS 14.40.250 is amended to read:

2 Sec. 14.40.250. REGENTS TO ACT AS TRUSTEES AND ADMINISTER MONEY  
3 OR PROPERTY [FROM SOURCES OTHER THAN LEGISLATURE OR FEDERAL APPROPRIA-  
4 TION]. The Board of Regents may receive, manage, and invest money or  
5 other real, personal, or mixed property [IN ANY MANNER RECEIVED FROM  
6 SOURCES OTHER THAN THE STATE LEGISLATURE OR FEDERAL APPROPRIATION] for  
7 the purpose of the University of Alaska, its improvement or adornment,  
8 or the aid or advantage of students or faculty, and, in general, may  
9 act as trustee on behalf of the University of Alaska for any of these  
10 purposes. The [HOWEVER, THE] regents shall make a written report to  
11 the legislature, in accordance with AS 14.40.190, as to the adminis-  
12 tration and disposition of money [FUNDS] received under this section.

13 \* Sec. 4. AS 14.40 is amended by adding a new section to read:

14 Sec. 14.40.255. INVESTMENT OF SURPLUS MONEY. If the Board of  
15 Regents determines that there is a surplus of money, received in the  
16 form of state and federal appropriations, above the amount sufficient  
17 to meet current and projected cash expenditure needs of the universi-  
18 ty, the surplus must be invested in the same instruments set out in  
19 AS 37.10.070 approved for investment of state treasury surplus, except  
20 that funds may not be invested in a corporation or other business firm  
21 that does business in or with (1) the Republic of South Africa until  
22 the Board of Regents determines that oppression of its black citizens  
23 by the Republic of South Africa has ended, or (2) the Union of Soviet  
24 Socialist Republics until the Board of Regents determines that op-  
25 pression of its residents by the Union of Soviet Socialist Republics  
26 has ended. If interest income earned on investments made under this  
27 section exceeds appropriations derived from that source, the excess  
28 may be expended only in accordance with the procedures set out in  
29 AS 37.07.080(h).

1 \* Sec. 5. AS 14.40.296(a) is amended to read:

2 (a) There is established in the treasury of the University of  
3 Alaska the University of Alaska working capital reserve fund. The  
4 fund consists of money appropriated by the legislature. If the legis-  
5 lature has made a general appropriation of federal or other program  
6 receipts that exceeds the amounts appropriated specifically, the  
7 university may deposit interest income earned from investments  
8 authorized by AS 14.40.255 in the fund in accordance with the proce-  
9 dures set out in AS 37.07.080(h). The working capital reserve fund is  
10 established for the purpose of providing nonlapsing current working  
11 capital for the University of Alaska and is not available for appro-  
12 priation by the Board of Regents.

13 \* Sec. 6. AS 14.40 is amended by adding a new section to read:

14 Sec. 14.40.325. REALLOCATION OF STATE APPROPRIATIONS. Notwith-  
15 standing the provisions of AS 37.07.080(e), each appropriation to the  
16 University of Alaska is subject to reallocation by the university  
17 administration under procedures established by the Board of Regents  
18 and the division of budget review in the Office of the Governor.  
19 Transfers may not be made between appropriations except as provided in  
20 an Act making transfers between appropriations.

21 \* Sec. 7. AS 14.40 is amended by adding a new section to read:

22 Sec. 14.40.490. DEFINITION FOR AS 14.40.120 - 14.40.490. For  
23 purposes of AS 14.40.120 - 14.40.490, "university receipts" includes

- 24 (1) student fees, including tuition;  
25 (2) receipts from university auxiliary services;  
26 (3) recovery of indirect costs of university activities;  
27 (4) sales and rentals of university property;  
28 (5) federal receipts;  
29 (6) gifts, grants, and contracts;

1                   (7) sales, rentals, and services of educational activities.

2       \* Sec. 8. AS 37.25.010 is amended by adding a new subsection to read:

3                   (c) The unexpended balance of an appropriation of university  
4       receipts existing on June 30 of a year is automatically reappropriated  
5       for the fiscal year beginning on the succeeding July 1 if the unex-  
6       pended balance is reported to the Department of Administration and the  
7       legislative budget and audit committee by September 30 of the succeed-  
8       ing fiscal year. In this subsection, "university receipts" has the  
9       meaning given in AS 14.40.490.

10       \* Sec. 9. This Act takes effect immediately in accordance with AS 01.-  
11       10.070(c).