

HOUSE BILL NO. 581

IN THE LEGISLATURE OF THE STATE OF ALASKA

SEVENTEENTH LEGISLATURE - SECOND SESSION

BY THE HOUSE STATE AFFAIRS COMMITTEE

Introduced: 4/10/92

Referred: Health, Education & Social Services, Finance

A BILL

FOR AN ACT ENTITLED

1 "An Act relating to the Education Facilities Financing Authority; and providing for an
2 effective date."

3 **BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:**

4 * Section 1. FINDINGS. The legislature finds that

5 (1) there is an urgent need for improvement to existing secondary school and university
6 facilities and an urgent need for new secondary school and university facilities throughout the state;

7 (2) the establishment of the Education Facilities Financing Authority as provided in this
8 Act will provide an effective means of financing the school and university facilities.

9 * Sec. 2. AS 44.27 is amended by adding new sections to read:

10 **ARTICLE 3. EDUCATION FACILITIES FINANCING AUTHORITY.**

11 **Sec. 44.27.100. EDUCATION FACILITIES FINANCING AUTHORITY.** The Education
12 Facilities Financing Authority is created as a public corporation of the state within the
13 Department of Education. The authority is an instrumentality of the state but has a legal
14 existence independent of and separate from the state and has continuing succession until its

1 existence is terminated by law. The authority is subject to AS 37.07 (Executive Budget Act).

2 Sec. 44.27.110. BOARD OF DIRECTORS. The authority is governed by a board of
3 three directors, consisting of the commissioner of revenue, the commissioner of education, and
4 the commissioner of transportation and public facilities. The directors are subject to AS 39.50
5 (conflict of interest). Before entering upon the duties of office, a director shall take and
6 subscribe to an oath to perform the duties faithfully, impartially, and justly to the best of the
7 director's ability. A record of the oath shall be filed in the Office of the Lieutenant Governor.

8 Sec. 44.27.120. OFFICERS, QUORUM, AND MEETINGS. (a) The board of directors
9 shall elect one of their number as chair. The board shall elect a secretary and a treasurer who
10 need not be directors, and the same person may be elected to serve both as secretary and
11 treasurer. The powers of the authority are vested in the board of directors, and two directors of
12 the authority constitute a quorum. Action may be taken and motions and resolutions adopted by
13 the authority at any meeting by the affirmative vote of at least two directors. A vacancy in the
14 directorship of the authority does not impair the right of a quorum to exercise all of the powers
15 and perform all of the duties of the authority.

16 (b) The directors and officers of the authority may meet and transact business by an
17 electronic medium if (1) public notice of the time and locations where the meeting will be held
18 by an electronic medium has been given in the same manner as if the meeting were held in a
19 single location; (2) participants and members of the public in attendance can hear and have the
20 same right to participate in the meeting as if the meeting were conducted in person; and (3)
21 copies of pertinent reference materials, statutes, regulations, and audio-visual materials are
22 reasonably available to participants and to the public. A meeting by an electronic medium as
23 provided in this subsection has the same legal effect as a meeting in person.

24 (c) The authority may appoint persons as employees it considers advisable, and may
25 employ professional advisors, counsel, technical experts, agents, and others as appropriate. The
26 employees of the authority are in the exempt service under AS 39.25.110.

27 Sec. 44.27.130. POWERS OF THE AUTHORITY. The authority may

- 28 (1) sue and be sued;
29 (2) adopt and alter an official seal;
30 (3) make and enforce bylaws and regulations for the conduct of its business and
31 for the use of its services and facilities;

- 1 (4) maintain an office at any place in the state;
- 2 (5) acquire, hold, use, and dispose of its income, revenue, funds, and money;
- 3 (6) acquire, rent, lease, hold, use, and dispose of other personal property for its
- 4 purposes;
- 5 (7) subject to AS 44.27.160, issue revenue bonds or notes and provide for and
- 6 secure payment of the revenue bonds or notes, provide for the rights of their holders, and
- 7 purchase, hold, and dispose of any of its revenue bonds or notes;
- 8 (8) fix and revise from time to time and charge and collect fees and charges for
- 9 the use of its services or facilities;
- 10 (9) accept gifts or grants from the United States, or from any governmental unit
- 11 or person, carry out the terms or provisions or make agreements with respect to the gifts or
- 12 grants, and do all things necessary, useful, desirable, or convenient in connection with procuring,
- 13 accepting, or disposing of the gifts or grants;
- 14 (10) do anything authorized by AS 44.27.100 - 44.27.250, through its officers,
- 15 agents, or employees, or by contracts with a person;
- 16 (11) make, enter into, and enforce all contracts necessary, convenient, or desirable
- 17 for the purposes of the authority or pertaining to a purchase or sale of bonds or other
- 18 investments, or the performance of its duties and execution of any of its powers under this
- 19 chapter;
- 20 (12) purchase or hold bonds at prices and in a manner the authority considers
- 21 advisable;
- 22 (13) adopt and amend regulations by motion, by resolution, or in another manner
- 23 permitted under the bylaws of the authority;
- 24 (14) procure insurance against any losses in connection with its property,
- 25 operations, or assets in amounts and from insurers it considers desirable;
- 26 (15) to the extent permitted under its contracts with the holders of bonds or notes
- 27 of the authority, consent to modification of the rate of interest, time and payment of installment
- 28 of principal or interest, security, or any other term of a bond or note, contract, or agreement of
- 29 any kind to which the authority is a party; and
- 30 (16) do all acts and things necessary, convenient, or desirable to carry out the
- 31 powers expressly granted or necessarily implied in AS 44.27.100 - 44.27.250.

1 **Sec. 44.27.140. ISSUANCE OF BONDS AND PLEDGES OF ASSETS.** (a) Subject to
2 AS 44.27.160, the authority may issue its bonds or notes in principal amounts sufficient to
3 provide funds for the construction of schools or school facilities that are projects approved under
4 AS 14.11.015(a) and authorized by the legislature.

5 (b) Subject to AS 44.27.170, the authority may enter into agreements providing for
6 financial covenants or to pledge amounts to secure bonds of municipalities or the University of
7 Alaska and pay amounts for the following:

8 (1) the reimbursement of up to 70 percent of net payments as determined by the
9 authority made by a municipality that is a school district for the retirement of principal and
10 interest on bonds issued to pay the cost of constructing school facilities that are projects approved
11 under AS 14.11.015(a);

12 (2) the reimbursement of up to 100 percent of the net payments as determined by
13 the authority made by the University of Alaska for the retirement of principal and interest on
14 bonds issued to pay the cost of constructing university facilities.

15 (c) Bonds or notes may be issued or agreements made for a facility under (a) and (b) of
16 this section only when

17 (1) the legislature has authorized the facility and its construction cost;

18 (2) for agreements made under (b) of this section, the legislature has authorized
19 the percentage of reimbursement that the authority shall agree to reimburse with respect to the
20 facility; and

21 (3) the commissioner of education has certified that

22 (A) the facility is designed in accordance with the energy performance
23 standards adopted under AS 44.42.020(a); or

24 (B) the designer and constructor of the facility have certified that the
25 facility will be designed and constructed in accordance with the energy efficiency
26 standards and regulations.

27 (d) The authority may issue its bonds or notes in principal amounts that it considers
28 necessary to provide funds for

29 (1) payment, funding, or refunding of the principal of, or interest or redemption
30 premiums on, bonds or notes issued by it whether the bonds or notes or interest to be funded or
31 refunded have or have not become due;

1 (2) the establishment or increase of reserves to secure or to pay bonds or notes
2 or interest on bonds or notes and all other costs or expenses of the authority incident to and
3 necessary or convenient to carry out its corporation purposes or powers.

4 (e) The authority and a municipality or the authority and the University of Alaska may
5 enter into agreements as provided by law providing for financial covenants or to pledge amounts
6 for the benefit of bondholders of a municipality or the University of Alaska to secure the
7 reimbursement of the net payments to be made by the municipality or the University of Alaska.

8 (f) Except as otherwise provided in AS 44.27.100 - 44.27.250 or by the authority, every
9 issue of bonds or notes shall be payable out of the revenue or funds of the authority, subject only
10 to agreements with the holders of particular bonds or notes pledging particular revenue or funds.

11 (g) Bonds shall be authorized by resolution of the authority, and be dated and mature
12 as the resolution may provide, except that a bond may not mature more than 15 years from the
13 date of its issue. Bonds shall bear interest at rates, be in the denominations, be in the form,
14 either coupon or registered, carry the registration privileges, be executed in the manner, be
15 payable in the medium of payment, at the place or places, and be subject to the terms of
16 redemption that the resolution or a subsequent resolution may provide. The bonds or notes may
17 be sold at a public or private sale.

18 (h) The authority may disburse funds necessary to comply with the construction and
19 reimbursement provisions of (a) and (b) of this section. The authority shall administer the
20 reimbursement payments authorized under (b) of this section, and shall provide by regulation for
21 the filing of applications for reimbursement, the form of proof of costs for which application for
22 reimbursement is made, and other regulations necessary to administer this section. An agreement
23 not to modify an appropriation for construction or reimbursement after bonds or notes have been
24 issued for the purpose is valid. The authority shall exclude from the total school construction
25 cost of the local district all state and federal funds included in these costs except funds provided
26 under this section and AS 43.50.140. In approving applications for reimbursement under (b)(1)
27 of this section, the authority shall offset against the amount of reimbursement authorized the
28 amount of any funds distributed to the municipality in the second preceding fiscal year from the
29 school fund provided for in AS 43.50.140.

30 Sec. 44.27.150. TRUST INDENTURES AND TRUST AGREEMENTS. (a) In the
31 discretion of the authority, an issue of bonds may be secured by a trust indenture or trust

1 agreement between the authority and a corporate trustee, including a trust company, bank, or
2 national banking association, with corporate trust powers, located inside or outside the state, or
3 by a secured loan agreement or other instrument or under a resolution giving powers to a
4 corporate trustee by means of which the authority may

5 (1) make and enter into any and all the covenants and agreements with the trustee
6 or the holders of the bonds that the authority may determine to be necessary or desirable,
7 including, without limitation, covenants, provisions, limitations, and agreements as to

8 (A) the application, investment, deposit, use, and disposition of the
9 proceeds of bonds of the authority or of money or other property of the authority or in
10 which it has an interest;

11 (B) the terms and conditions upon which additional bonds of the authority
12 may be issued; and

13 (C) the vesting in a trustee of rights, powers, duties, funds, or property in
14 trust for the benefit of bondholders, including the right to enforced payment, performance,
15 and all other rights of the authority or of the bondholders, under any agreement of the
16 authority;

17 (2) pledge, mortgage, or assign money, agreements, property, or other rights or
18 assets of the authority either presently in hand or to be received in the future, or both; and

19 (3) provide for other matters of like or different character that in any way affect
20 the security or protection of the bonds.

21 (b) For the purpose of securing one or more issues of its bonds, the authority may
22 establish one or more special funds, called "capital reserve funds," and shall pay into the capital
23 reserve funds the proceeds of the sale of its bonds and other money that may be made available
24 to the authority for the purposes of those funds from another source. The funds shall be
25 established only if the authority determines that the establishment would enhance the
26 marketability of the bonds. Money held in a capital reserve fund, except as provided in this
27 section, shall be used as required solely for (1) the payment of the principal of, and interest on,
28 bonds, or of the sinking fund payments, with respect to those bonds, (2) the purchase or
29 redemption of bonds, or (3) the payment of a redemption premium required to be paid when
30 those bonds are redeemed before maturity; however, money in a fund may not be withdrawn
31 from it at any time in an amount that would reduce the amount of that fund to less than the

1 capital reserve requirement set out in (2) of this subsection, except for the purpose of making,
2 with respect to those bonds, payment, when due, of principal, interest, redemption premiums, and
3 the sinking fund payments for the payment of which other money of the authority is not
4 available. Income or interest earned by, or increment to, a capital reserve fund, due to the
5 investment of the fund or any other amounts in it, may be transferred by the authority to other
6 funds or accounts of the authority to the extent that the transfer does not reduce the amount of
7 the capital reserve fund below the capital reserve fund requirement.

8 (c) If the authority decides to issue bonds secured by a capital reserve fund, the bonds
9 may not be issued if the amount in the capital reserve fund is less than an amount that may be
10 established by resolution of the authority, called the "capital reserve fund requirement," unless
11 the authority, at the time of issuance of the obligations, deposits in the capital reserve fund from
12 the proceeds of the obligations to be issued or from other sources, an amount which, together
13 with the amount then in the fund, is not less than the capital reserve fund requirement.

14 (d) In computing the amount of a capital reserve fund for the purpose of this section,
15 securities in which all or a portion of the funds are invested shall be valued by some reasonable
16 method established by the authority by resolution. Valuation on a particular date shall include
17 the amount of any interest earned or accrued to that date.

18 (e) The chair of the authority shall annually, not later than January 2, make and deliver
19 to the governor and the legislature a certificate stating the amount, if any, required to restore a
20 capital reserve fund to the capital reserve fund requirement. The legislature may appropriate an
21 amount described in this subsection, and all money appropriated during the then current fiscal
22 year by the legislature for the restoration shall be deposited by the authority in the proper capital
23 reserve fund. Nothing in this section creates a debt or liability of the state.

24 (f) If the authority decides to covenant to issue bonds secured by a capital reserve fund,
25 the bonds may not be issued until 10 days after the authority has mailed notification to the State
26 Bond Committee and the Legislative Budget and Audit Committee by certified mail of its
27 intention to establish a capital reserve fund to secure the bond issue. The notification must
28 include the amount of the capital reserve fund to be established and the amount of bonds
29 proposed to be issued. The notification shall be accompanied by an estimate by the authority of
30 the need to withdraw money from the capital reserve fund during the term of the bond issue, the
31 amount that it may be necessary to withdraw, and the time at which withdrawals are estimated

1 to be needed. The authority shall annually prepare a revised estimate, considering the same
2 factors, and a statement of all withdrawals that have occurred from the date of issuance of the
3 bonds to the end of the calendar year. The revised estimate and statement shall be submitted to
4 the State Bond Committee and the Legislative Budget and Audit Committee by January 30 of
5 the following year.

6 Sec. 44.27.160. BONDING LIMITATIONS. The authority may not issue bonds or make
7 agreements under AS 44.27.140 unless the money in the education facilities fund equals or
8 exceeds \$700,000,000.

9 Sec. 44.27.170. BOND REIMBURSEMENT LIMITATION. The authority may not enter
10 into an agreement to reimburse a municipality or the University of Alaska for payments made
11 to retire principal and interest on bonds issued to construct education or University of Alaska
12 facilities unless the money in the education facilities fund equals or exceeds \$700,000,000 and
13 the bonds issued by the municipality or the University of Alaska comply with AS 44.27.140(g),
14 except that the bonds need not be authorized by the authority.

15 Sec. 44.27.180. NONLIABILITY ON BONDS. (a) Neither the members of the authority
16 nor a person executing the bonds are liable personally on the bonds or are subject to personal
17 liability or accountability by reason of the issuance of the bonds.

18 (b) Bonds issued by the authority do not constitute an indebtedness or other liability of
19 the state or of a political subdivision of the state, except the authority, but shall be payable solely
20 from the income and receipts or other funds or property of the authority. The authority may not
21 pledge the faith or credit of the state or of a political subdivision of the state, except the
22 authority, to the payment of a bond.

23 Sec. 44.27.190. PLEDGE OF THE STATE. The state pledges to and agrees with the
24 holders of bonds issued under AS 44.27.100 - 44.27.250 that the state will not limit or alter the
25 rights and powers vested in the authority by AS 44.27.100 - 44.27.250 to fulfill the terms of a
26 contract made by the authority with the holders and that the state will not in any way impair the
27 rights and remedies of the holders until the bonds, together with the interest on them with interest
28 on unpaid installments of interest, and all costs and expenses in connection with an action or
29 proceeding by or on behalf of the holders are fully met and discharged. The authority is
30 authorized to include this pledge and agreement of the state, insofar as it refers to holders of
31 bonds of the authority.

1 **Sec. 44.27.200. EDUCATION FACILITIES FUND.** (a) The education facilities fund
2 is established in the authority. The fund consists of appropriations made to the fund by the
3 legislature, and income of the fund. The authority may enter into agreements for financial
4 covenants or pledge income of the fund and amounts in the fund that exceed \$700,000,000 to
5 secure the payment of bonds of the authority and may spend the income and amounts for the
6 purposes of the agreements.

7 (b) The fund and any other funds of the authority shall be invested by the Alaska
8 Permanent Fund Corporation as agent of the authority in the manner provided for assets of the
9 permanent fund under AS 37.13.120 unless otherwise provided in a trust agreement securing
10 bonds.

11 **Sec. 44.27.210. ANNUAL AUDIT.** The authority shall have its financial records audited
12 annually by a certified public accountant. The legislative auditor may prescribe the form and
13 content of the financial records of the authority and shall have access to the records at any time.

14 **Sec. 44.27.220. ANNUAL REPORT.** Before March 1 of each year, the authority shall
15 submit to the governor and the legislature a comprehensive report describing operations, income
16 and expenditures for the preceding 12-month period.

17 **Sec. 44.27.250. DEFINITIONS.** In AS 44.27.100 - 44.27.250, unless the context requires
18 otherwise,

19 (1) "authority" means the Education Facilities Financing Authority established
20 under AS 44.27.100;

21 (2) "bonds" means revenue bonds, notes, or other obligations of the authority
22 issued under AS 44.27.100 - 44.27.250;

23 (3) "fund" means the education facilities fund established under AS 44.27.200.

24 * **Sec. 3.** AS 36.30.015(e) is amended to read:

25 (e) The boards [BOARD] of directors of the Alaska Railroad Corporation, [AND THE
26 BOARD OF DIRECTORS OF] the Alaska Aerospace Development Corporation, and the
27 Education Facilities Financing Authority shall adopt procedures to govern the procurement of
28 supplies, services, professional services, and construction. The procedures must be substantially
29 equivalent to the procedures prescribed in this chapter and in regulations adopted under this
30 chapter.

31 * **Sec. 4.** AS 36.30.850(b) is amended by adding a new paragraph to read:

1 (23) contracts of the Education Facilities Financing Authority (AS 44.27.100).

2 * Sec. 5. AS 39.25.110 is amended by adding a new paragraph to read:

3 (30) the employees of the Education Facilities Financing Authority.

4 * Sec. 6. AS 39.50.200(b) is amended by adding a new paragraph to read:

5 (54) Education Facilities Financing Authority (AS 44.27.100).

6 * Sec. 7. AUTHORIZATION OF FACILITIES. (a) The Education Facilities Financing Authority
7 established under AS 44.27.100, enacted in sec. 2 of this Act, is authorized under AS 44.27.140(a) to
8 issue its bonds for construction of the following facilities at the following costs:

9	REAA District Name	Project/Location	Amount
10	Alaska Gateway	Tok School replacement	\$13,232,000
11	Annette Island	Elementary/middle school repair	693,000
12	Bering Strait	Gambell Elementary School	11,020,000
13	Bering Strait	Koyuk School addition/renovation	4,928,000
14	Bering Strait	Golovin Elementary addition to high school	3,927,400
15	Chatham	Angoon Elementary School - classroom addition	687,000
16	Chatham	Gustavus School classroom addition	612,500
17	Copper River	Glennallen Secondary School final phase	2,988,300
18	Copper River	Slana Elementary School	1,536,900
19	Copper River	Copper Center Elementary School addition phase II	1,809,000
20	Kashunahmiut	Replacement school facility	14,400,000
21	Kuspuk	Sleetmute School foundation and roof repair	380,000
22	Kuspuk	Upper Kalskag - O.J. Gregory Elementary School	1,946,400
23	Kuspuk	Aniak Middle/Elementary School phase I	5,803,400
24	Kuspuk	Crooked Creek - Johnnie John School addition	650,000
25	Kuspuk	Lower Kalskag Elementary School addition	750,000
26	Lower Kuskokwim	Kasigluk-Akiuk School replacement phase II	6,913,000
27	Lower Kuskokwim	Nunapitchuk Elementary School addition	2,500,000
28	Lower Kuskokwim	New Bethel Middle School	17,679,000
29	Lower Kuskokwim	Atmautluak Elementary School addition	4,369,000
30	Lower Yukon	Mt. Village Elementary School replacement phase II	3,080,000
31	Lower Yukon	Hooper Bay School classroom addition	582,000

1	Pribilof	St. Paul School roofing and siding replacement	1,164,400
2	Southeast Island	Edna Bay School construction	1,537,000
3	Southeast Island	Kasaan/Hollis schools project	1,830,400
4	Southeast Island	Port Protection School	819,200
5	Southeast Island	Coffman Cove School - building replacement	3,390,400
6	Southwest Region	New Stuyahok School roof and wall replacement	726,500
7	Southwest Region	Togiak School addition	2,112,000
8	Yukon Flats	Circle City School - multipurpose/classroom	
9		addition	1,500,000
10	Yukon/Koyukuk	Allakaket School addition	1,300,000
11	Yupiit	Akiachak Elementary School replacement and	
12		renovation	5,200,000.

13 (b) The Education Facilities Financing Authority is authorized under AS 44.27.140(b)(1) to agree
14 to pay amounts and to pay amounts sufficient to reimburse 70 percent of net payments as determined
15 by the authority made by the following municipalities that are school districts for the retirement of
16 principal and interest on bonds issued to pay the following costs of constructing the following school
17 facilities:

18	Municipal School District	Project/Location	Amount
19	Aleutians East	King Cove School life/health safety	\$ 968,000
20	Anchorage	Turnagin School classroom addition	1,200,000
21	Anchorage	Eagle River Elementary School addition	1,000,000
22	Anchorage	Willow Crest Elementary School addition	3,499,600
23	Anchorage	Susitna Elementary School addition	4,037,000
24	Anchorage	Chinook Elementary School addition	4,456,700
25	Anchorage	New South Anchorage Junior High School	27,500,000
26	Anchorage	New South Anchorage Elementary School	12,500,000
27	Craig	Craig classroom addition	2,039,400
28	Craig	Craig High School roof replacement	524,700
29	Fairbanks North Star		
30	Borough	North Pole Elementary School addition	12,110,900
31	Fairbanks North Star		

1	Borough	New Fairbanks High School - phase I	6,000,000
2	Fairbanks North Star		
3	Borough	New North Fairbanks Elementary School	12,943,900
4	Hoonah	Life/safety phase II - school-wide sprinkler	
5		system	1,738,200
6	Haines	Middle school addition	3,840,000
7	Juneau	Auke Bay classroom addition	200,000
8	Juneau	Modular purchase	200,000
9	Kake	Elementary and high school life/safety	1,482,000
10	Kenai Peninsula Borough	Portable classrooms (district-wide)	426,900
11	Kenai Peninsula Borough	Kenai Elementary School renovation	1,449,800
12	Kenai Peninsula Borough	New West Homer Elementary School	10,300,500
13	Kenai Peninsula Borough	New Soldotna Elementary School	9,971,200
14	Kenai Peninsula Borough	New Skyview Middle/Junior High School	25,040,700
15	Kenai Peninsula Borough	Portable classroom relocation	42,000
16	Ketchikan Gateway		
17	Borough	Ketchikan High School phase III	14,623,700
18	Ketchikan Gateway		
19	Borough	Shoenbar Junior High School	8,477,600
20	Klawock	Site planning and design	120,000
21	Kodiak Island Borough	New Kodiak Elementary School - phase I	7,500,000
22	Kodiak Island Borough	Ouzinkie upgrade/remodel	1,500,000
23	Kodiak Island Borough	Old Harbor K-12 structural repair	525,000
24	Lake and Peninsula		
25	Borough	Chignik Bay School	1,660,000
26	Lake and Peninsula		
27	Borough	Ivanof Bay School replacement	1,000,000
28	Lake and Peninsula		
29	Borough	Kokhanok School addition	450,000
30	Matanuska-Susitna Borough	Glacier View School	5,000,000
31	Matanuska-Susitna Borough	Atlasta new middle school	25,000,000

1	Nome	Nome-Beltz life/safety upgrade - asbestos	885,000
2	North Slope Borough	Point Hope entryways and roof renovation	250,000
3	North Slope Borough	Nuiqsut School addition	3,000,000
4	Northwest Arctic Borough	Selewik Elementary school phase I	2,091,000
5	Unalaska	Elementary classroom addition	600,000
6	Valdez	Junior High School addition	12,000,000
7	Yakutat	Elementary school repair	558,900.

8 (c) The Education Facilities Financing Authority is authorized under AS 44.27.140(b)(2) to agree
9 to pay amounts and to pay amounts sufficient to reimburse 100 percent of net payments as determined
10 by the authority made by the University of Alaska for the retirement of principal and interest on bonds
11 issued to pay the following costs of constructing the following university facilities:

12	Location	Project	Amount
13	Anchorage	Design and construct UAA/APU consortium	
14		library expansion	\$31,000,000
15	Kenai	Design and construct liberal arts and classroom	
16		facility (KPC)	3,500,000
17	Kodiak	Design and construct library/classroom addition (KOC)	696,000
18	Palmer	Design and construct Mat-Su classroom addition	
19		and renovation	5,400,000
20	Seward	44.5 percent match to design and construct phase I	
21		New Seward marine center dock	4,000,000
22	Valdez	Remodel PWSCC classroom building	575,000
23	Bethel	Design and construct KUC food storage facility	200,000
24	Dillingham	Design and construct Bristol Bay classroom	
25		addition	950,000
26	Fairbanks	12.5 percent match to design and construct	
27		Geophysical Institute addition	5,000,000
28	Fairbanks	Butrovich Building completion and electrical/	
29		computing facilities	7,100,000
30	Fairbanks	Taku parking pedestrian access	550,000
31	Fairbanks	Large animal research station	616,000

1	Fairbanks	Remodel UAF fine arts/theater complex	3,733,000
2	Juneau	Design and construct classroom wing addition	
3		to Egan Library	6,046,000
4	Ketchikan	Remodel Ziegler Classroom Building	790,000
5	Sitka	Design and construct classroom addition (SC)	400,000.

6 (d) The University of Alaska is authorized to issue bonds and enter into obligations with the
7 Education Facilities Financing Authority necessary to finance projects identified under (c) of this section,
8 as required under AS 14.40.253.

9 * **Sec. 8. ADVISORY VOTE.** The question whether the education facilities fund in the Education
10 Facilities Financing Authority shall be established shall be submitted to the qualified voters of the state
11 at the next general election and shall read substantially as follows:

12 PROPOSITION

13 Do you approve the establishment of the education facilities fund in the
14 Education Facilities Financing Authority, to be initially funded by an
15 appropriation of \$712,000,000 from the earnings reserve account of the
16 Permanent Fund?

17 Education Facilities Fund Yes []

18 Education Facilities Fund No []

19 * **Sec. 9.** This Act takes effect immediately under AS 01.10.070(c).