

CS FOR SENATE BILL NO. 232 (HES)
IN THE LEGISLATURE OF THE STATE OF ALASKA
SEVENTEENTH LEGISLATURE - FIRST SESSION

BY THE SENATE HEALTH, EDUCATION AND SOCIAL SERVICES COMMITTEE

Offered: 4/12/91
Referred: Finance
Sponsor(s): SENATOR FRANK

A BILL

FOR AN ACT ENTITLED

1 "An Act relating to revenue bonds issued by the University of Alaska; and providing for
2 an effective date."

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

4 * **Section 1.** AS 14.40 is amended by adding a new section to read:

5 Sec. 14.40.254. UNIVERSITY REVENUE BONDS. (a) Subject to AS 14.40.253, the board
6 may issue revenue bonds to pay the cost of acquiring, constructing, or equipping a facility that
7 the board determines is necessary.

8 (b) The board may enter into an agreement with a trustee or bond owner for the purpose
9 of securing payment of revenue bonds issued by the University of Alaska to acquire, construct,
10 or equip a facility that the board determines is necessary. The agreement may include the fixing
11 and collection of fees, charges, or rentals pledged to secure payment of the revenue bonds and
12 agreement regarding the use of the proceeds of the revenue bonds.

13 (c) The state pledges not to limit or alter rights vested under this section in the University
14 of Alaska to fulfill the terms of a contract with revenue bond owners.

1 (d) The board may pledge revenue received by the University of Alaska as fees, charges,
2 or rentals in order to secure payment of the revenue bonds. A pledge of revenue received by the
3 University of Alaska is considered a perfected security interest and is valid and binding from the
4 time the pledge is made. The pledge creates an immediate lien against property pledged without
5 physical delivery or other act.

6 * Sec. 2. This Act takes effect immediately under AS 01.10.070(c).