

SENATE BILL NO. 304

IN THE LEGISLATURE OF THE STATE OF ALASKA

EIGHTEENTH LEGISLATURE - SECOND SESSION

BY THE SENATE RULES COMMITTEE BY REQUEST OF THE GOVERNOR

Introduced: 2/11/94
Referred: HES, STA. FIN

A BILL

FOR AN ACT ENTITLED

1 "An Act authorizing the issuance of bonds by the Alaska Housing Finance
2 Corporation to pay for the costs of repair and rehabilitation of student housing
3 facilities of the University of Alaska; authorizing the issuance of bonds by the
4 University of Alaska to pay for the costs of repair and rehabilitation of facilities
5 of the University of Alaska; amending powers of the Alaska Housing Finance
6 Corporation; amending the definition of "public building"; relating to the Alaska
7 debt retirement fund; and providing for an effective date."

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

9 * Section 1. LEGISLATIVE INTENT. It is the intent of the legislature that appropriations
10 for lease or other payments for debt service on the bonds authorized by this Act be made from
11 the Alaska debt retirement fund (AS 37.15.011).

12 * Sec. 2. AS 18.55.100(a)(15) is amended to read:

13 (15) arrange or contract for the financing, design, construction, and

1 acquisition of public buildings for lease to the state or the University of Alaska in
2 accordance with AS 18.55.010 - 18.55.290;

3 * Sec. 3. AS 18.55.288(3) is amended to read:

4 (3) "public building" means a publicly owned structure that is subject
5 to a financing agreement with the state or the University of Alaska or that is
6 leased to the state or the University of Alaska, and that is used for governmental,
7 public, or educational purposes [USE].

8 * Sec. 4. AS 37.15.011(b) is amended to read:

9 (b) The Alaska debt retirement fund shall be invested by the Department of
10 Revenue so as to yield competitive market rates, as provided in AS 37.10.071. Money
11 in the fund may be appropriated

12 (1) for the purposes set out in AS 37.15.012;

13 (2) to reimburse municipalities for obligations authorized under
14 AS 14.11.100;

15 (3) to finance the acquisition of state facilities through lease-purchase
16 agreements; [AND]

17 (4) to finance the acquisition and capital costs of repair and
18 rehabilitation of University of Alaska facilities through lease-purchase agreements
19 or other financing agreements; and

20 (5) if an unobligated balance remains, to finance the design and
21 construction of capital projects.

22 * Sec. 5. (a) The Alaska Housing Finance Corporation may issue bonds under
23 AS 18.55.140 in an aggregate principal amount not to exceed \$30,000,000 to provide money
24 for loans to the University of Alaska to pay costs of repair and rehabilitation of student
25 housing facilities owned by the University of Alaska and to pay related costs, including costs
26 of issuing the bonds. The Alaska Housing Finance Corporation may lend the proceeds of the
27 bonds to the University of Alaska. The University of Alaska may borrow the proceeds of the
28 bonds for the purposes described in this section. The Alaska Housing Finance Corporation
29 and the University of Alaska may enter into agreements, including leases, and may transfer
30 title to property or create security interests in property, or both, as they consider appropriate,
31 to provide for and secure the repayment of a loan made under this section. Bonds described

1 in this section are special obligations of the Alaska Housing Finance Corporation payable only
2 from revenue and receipts derived under an agreement with the University of Alaska described
3 in this section.

4 (b) Subsection (a) of this section grants the legislative approval of the project required
5 by AS 18.55.100(d).

6 * Sec. 6. (a) The University of Alaska may issue bonds under AS 14.40.254 in an
7 aggregate principal amount not to exceed \$45,000,000 and may use the proceeds of the
8 revenue bonds to pay for costs of repair and rehabilitation of buildings and other structures
9 owned by the University of Alaska and to pay related costs, including costs of issuing the
10 bonds.

11 (b) Regarding the project described in (a) of this section, notice is given under
12 AS 14.40.253 that

13 (1) the anticipated annual
14 payment amount is \$3,723,900;

15 (2) the anticipated financing
16 (total lease payments for the full-term lease) is \$74,458,084;

17 (3) the total construction, acquisition
18 or other costs of the project are \$40,376,100;

19 (c) Subsection (a) of this section grants the legislative approval of the project required
20 by AS 14.40.253.

21 * Sec. 7. This Act takes effect immediately under AS 01.10.070(c).