

CS FOR SENATE BILL NO. 304(HES)

IN THE LEGISLATURE OF THE STATE OF ALASKA

EIGHTEENTH LEGISLATURE - SECOND SESSION

BY THE SENATE HEALTH, EDUCATION AND SOCIAL SERVICES COMMITTEE

Offered: 4/27/94
Referred: STA, FIN

Sponsor(s): SENATE RULES COMMITTEE BY REQUEST OF THE GOVERNOR

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 and for the construction of new student
4 housing facilities at the University of Alaska Anchorage and the University of
5 Alaska Southeast; authorizing the issuance of bonds by the University of Alaska
6 to pay for the costs of repair and rehabilitation of facilities of the University of
7 Alaska; amending powers of the Alaska Housing Finance Corporation; amending
8 the definition of 'public building'; and relating to the Alaska debt retirement
9 fund; and providing for an effective date."

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

11 * Section 1. LEGISLATIVE INTENT. It is the intent of the legislature that appropriations
12 for lease or other payments for debt service on the bonds authorized by this Act be made from

1 the Alaska debt retirement fund (AS 37.15.011).

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

3 (15) arrange or contract for the financing, design, construction, and
4 acquisition of public buildings for lease to the state or the University of Alaska in
5 accordance with AS 18.55.010 - 18.55.290;

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

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

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

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

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

16 (2) to reimburse municipalities for obligations authorized under
17 AS 14.11.100;

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

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

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

25 * Sec. 5. (a) The Alaska Housing Finance Corporation may issue bonds under
26 AS 18.55.140 in an aggregate principal amount not to exceed \$64,500,000. Of the bonds
27 authorized by this section, bonds in an amount not to exceed \$30,000,000 may be issued to
28 provide money for loans to the University of Alaska to pay costs of repair and rehabilitation
29 of student housing facilities owned by the University of Alaska and to pay related costs,
30 including costs of issuing the bonds, bonds in an amount not to exceed \$28,500,000 may be
31 issued for the planning, design, construction, and furnishing of new student housing facilities

1 at the Anchorage campus of the University of Alaska and to pay related costs, including costs
2 of issuing the bonds, and bonds in an amount not to exceed \$6,000,000 may be issued for the
3 planning, design, construction, and furnishing of new student housing facilities at the
4 University of Alaska Southeast and to pay related costs, including costs of issuing the bonds.
5 The Alaska Housing Finance Corporation may lend the proceeds of the bonds to the
6 University of Alaska. The University of Alaska may borrow the proceeds of the bonds for
7 the purposes described in this section. The Alaska Housing Finance Corporation and the
8 University of Alaska may enter into agreements, including leases, and may transfer title to
9 property or create security interests in property, or both, as they consider appropriate, to
10 provide for and secure the repayment of a loan made under this section. Bonds described in
11 this section are special obligations of the Alaska Housing Finance Corporation payable only
12 from revenue and receipts derived under an agreement with the University of Alaska described
13 in this section.

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

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

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

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

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

26 (3) the total construction, acquisition, or other costs of the project are . . .
27 \$40,376,100;

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

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