

STATE OF ALASKA

THE LEGISLATURE

1978

Source

HCR 91

Legislative
Resolve No.

28



Relating to the financing of an addition to the University of Alaska power plant.

BE IT RESOLVED BY THE LEGISLATURE OF THE STATE OF ALASKA:

WHEREAS the Legislature, with the passage of House Concurrent Resolution No. 45 in the Second Legislature, Second Session, recognized the needs of the University of Alaska for adequate heating facilities and made it possible for the Board of Regents of the University of Alaska to proceed with the establishment of a nonprofit corporation designed to finance the construction of the heating plant needed by the University of Alaska; and

WHEREAS the production of power is an integral part of the heating plant; and

WHEREAS, since the construction of the heating plant by the nonprofit corporation, power needs of the university have grown substantially; and

WHEREAS the cost of purchasing power is anticipated to continue growing at a substantial rate in the years to come; and

WHEREAS the present needs of the University of Alaska for power are such that it has critical need for expansion of the existing power plant; and

WHEREAS it has been established that it is feasible for such an expansion of the power plant to be constructed by the University of Alaska Heating Corporation through the sale of bonds to obtain necessary construction funds and through the amortization of the debt from rental or power service fees charged to the university over a period of years; and

WHEREAS this method of financing would assure expansion of the power plant to provide adequate power generation to meet the total needs of the university for the foreseeable future; and

WHEREAS this method of financing would eliminate the need for immediate financing of capital construction from current revenues of the general fund; and

WHEREAS as a result of this expansion the Fairbanks campus will provide increased facilities for public shelter in times of disaster;

BE IT RESOLVED by the Alaska State Legislature that the Board of Regents of the University of Alaska, in its sound discretion, is requested to proceed immediately through the University of Alaska Heating Corporation with any needed expansions to the existing power plant, the financing of which shall be through the sale of bonds by the corporation, and the corporation shall amortize the debt from rentals or heating service fees charged to the university over a period of years.

COPIES of this resolution shall be sent to all members of the Board of Regents of the University of Alaska.