

CS FOR SENATE BILL NO. 226(FIN)

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-SEVENTH LEGISLATURE - SECOND SESSION

BY THE SENATE FINANCE COMMITTEE

Offered: 4/4/12

Referred: Rules

Sponsor(s): SENATE COMMUNITY AND REGIONAL AFFAIRS COMMITTEE

A BILL

FOR AN ACT ENTITLED

1 **"An Act relating to the purchase by the Alaska Housing Finance Corporation of an**
2 **office building in Nome from the City of Nome; approving the issuance of bonds for the**
3 **purchase of the office building; providing notice of, and directing the commissioner of**
4 **administration to enter into, a lease-purchase agreement with the Alaska Housing**
5 **Finance Corporation for the office building; and providing for an effective date."**

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

7 * **Section 1.** The uncodified law of the State of Alaska is amended by adding a new section
8 to read:

9 FINDINGS AND PURPOSE. (a) The Department of Administration has identified a
10 need for office space in the City of Nome for state agency use. The purchase of an office
11 building in Nome from the City of Nome to provide space for state agency occupancy and use
12 would serve a public purpose.

13 (b) The purpose of this Act is to

1 (1) direct the Alaska Housing Finance Corporation to finance the purchase of
 2 an office building in Nome from the City of Nome to provide space for state agency
 3 occupancy and use; and

4 (2) provide notice of, and direct the commissioner of administration to enter
 5 into, a lease with the Alaska Housing Finance Corporation for the office building authorized
 6 in sec. 2 of this Act.

7 * **Sec. 2.** The uncodified law of the State of Alaska is amended by adding a new section to
 8 read:

9 LEGISLATIVE AUTHORIZATION FOR PURCHASE AND BONDS. (a) The
 10 Alaska Housing Finance Corporation shall finance under AS 18.55.010 - 18.55.290 with bond
 11 proceeds the purchase of an office building in Nome from the City of Nome to be leased to
 12 the Department of Administration to provide space for state agency occupancy and use. The
 13 purchase price of the office building may not exceed \$38,000,000, including the costs of
 14 purchasing the office building and issuing the bonds for the purchase.

15 (b) The Alaska Housing Finance Corporation may issue bonds under
 16 AS 18.55.100(a)(15) and (d) for the purchase of the office building described in (a) of this
 17 section. The term of the bonds may not exceed 21 years.

18 * **Sec. 3.** The uncodified law of the State of Alaska is amended by adding a new section to
 19 read:

20 LEGISLATIVE NOTICE OF AND AUTHORIZATION FOR LEASE-PURCHASE
 21 AGREEMENT. Subject to annual appropriation, the commissioner of administration shall
 22 enter into a lease-purchase agreement for the office building described in sec. 2 of this Act.
 23 The anticipated total cost of the project is \$38,000,000. The anticipated annual amount of the
 24 rental obligation is \$2,504,000. The total lease payments for the full term of the lease-
 25 purchase agreement are anticipated to be \$52,548,000. The term of the lease-purchase
 26 agreement may not exceed the maximum term of the bonds authorized under sec. 2 of this
 27 Act.

28 * **Sec. 4.** The uncodified law of the State of Alaska is amended by adding a new section to
 29 read:

30 APPROVAL OF FINANCING AND AGREEMENT. (a) Section 2 of this Act
 31 constitutes the approval required by AS 18.55.100(d) for the financing of the office building

1 described in sec. 2 of this Act.

2 (b) Section 3 of this Act constitutes the notice and approval required by AS 36.30.085
3 for the lease-purchase agreement described in sec. 3 of this Act.

4 * **Sec. 5.** This Act takes effect immediately under AS 01.10.070(c).