A BILL

FOR AN ACT ENTITLED

"An Act providing for and relating to the issuance of general obligation bonds for the purpose of paying the cost of state infrastructure projects, including construction, major maintenance, port and transportation projects; and providing for an effective date."

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

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

GENERAL OBLIGATION BONDS. For the purpose of paying the cost of state infrastructure projects and costs incident to the sale and issuance of the bonds, general obligation bonds of the state in the principal amount of not more than $310,095,000, if ratified by a majority of the qualified voters of the state who vote on the question, shall be issued and sold. The full faith, credit, and resources of the state are pledged to the payment of the principal of and interest and redemption premium, if any, on the bonds. The bonds shall be issued under the provisions of AS 37.15 as those provisions read at the time of issuance.

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

2022 STATE INFRASTRUCTURE PROJECT FUND. If the issuance of the bonds is ratified by a majority of the qualified voters of the state who vote on the question, a special fund of the state to be known as the "2022 state infrastructure project fund" shall be established as a separate fund in the general fund, to which shall be credited the proceeds of the sale of the bonds described in sec. 1 of this Act including premiums.

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

DEPARTMENT OF COMMERCE, COMMUNITY, AND ECONOMIC DEVELOPMENT. The amount of $242,900,000 is appropriated from the 2022 state infrastructure project fund to the Department of Commerce, Community, and Economic Development to be awarded as grants under AS 37.05.315 to recipients for projects as follows:

PROJECT AMOUNT
City of Craig - Craig Harbor $8,300,000
City of Craig - Mariculture Infrastructure 5,000,000
Kenai River Bluffs Stabilization 6,500,000
Ketchikan Gateway Borough - Ketchikan International Airport Terminal 7,500,000
Knik Arm Port Infrastructure 175,000,000
City of Nenana - Nenana Fire Hall Replacement 5,000,000
Port of Nome - Deep Draft Port 10,000,000
City of Palmer - Warren "Bud" Woods 6,500,000
Palmer Municipal Airport Taxiway
City of Seward - Freight Dock Expansion and Corridor Improvements 5,000,000
City of Wasilla - Wasilla Airport Runway and Terminal 14,100,000

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

DEPARTMENT OF TRANSPORTATION AND PUBLIC FACILITIES. The amount of $47,000,000 is appropriated from the 2022 state infrastructure project fund to the
Department of Transportation and Public Facilities to be allocated among the following projects in the amounts listed subject to reallocation between projects in accordance with AS 37.07.080(e):

<table>
<thead>
<tr>
<th>PROJECT</th>
<th>AMOUNT</th>
</tr>
</thead>
<tbody>
<tr>
<td>Juneau Access</td>
<td>$25,000,000</td>
</tr>
<tr>
<td>Northern Access Project to University Medical District</td>
<td>$22,000,000</td>
</tr>
</tbody>
</table>

* Sec. 5. The uncodified law of the State of Alaska is amended by adding a new section to read:

UNIVERSITY OF ALASKA. The amount of $18,650,000 is appropriated from the 2021 state infrastructure project fund to the University of Alaska to be allocated for the Bartlett and Moore Hall Modernization and Renewal project.

* Sec. 6. The uncodified law of the State of Alaska is amended by adding a new section to read:

STATE BOND COMMITTEE. If the issuance of the bonds is ratified by a majority of the qualified voters of the state who vote on the question, the amount of $1,545,000 or as much of that amount as is found necessary is appropriated from the proceeds of the bond sale to the state bond committee to carry out the provisions of this Act and to pay expenses incident to the sale and issuance of the bonds authorized in this Act.

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

LAPSE; REDEMPTION; REIMBURSEMENT. The unexpended and unobligated balances of the appropriations made in secs. 3 - 6 of this Act lapse under AS 37.25.020 and are appropriated to the state bond committee to redeem bonds sold under this Act. The amounts expended from the general fund to pay the principal, interest, and redemption premium on bonds issued under this Act shall be reimbursed to the general fund from the appropriation made under this section to the extent that the money is not needed to redeem the bonds.

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

OFFICE OF MANAGEMENT AND BUDGET. Notwithstanding AS 37.10.087(a)(1), if the issuance of the bonds is ratified by a majority of the qualified voters of the state who
vote on the question, any of the authorized state agencies with authorized projects will have
the ability to request use of the general fund for any funding required in advance of the
issuance of bonds in cooperation with the Office of Management and Budget and pursuant to
the procedure outlined in AS 37.10.087. Any encumbrances required for contracts, the cash
flows of which extend beyond two years, may be made from the general fund. All
encumbrances and infrastructure cash flow expenditure projections shall be updated at least
annually on June 30.

* Sec. 9. The uncodified law of the State of Alaska is amended by adding a new section to
read:

BALLOT QUESTION. The question whether the bonds authorized in this Act are to
be issued shall be submitted to the qualified voters of the state at a statewide special election
to be held on a date not less than 90 days nor more than 120 days after adjournment of the
Second Regular Session of the Thirty-Second Alaska State Legislature and shall read
substantially as follows:

PROPOSITION

State General Obligation $310,095,000
State Infrastructure Project Bonds
Shall the State of Alaska issue general obligation bonds in the
principal amount of not more than $310,095,000 for the purpose
of paying the cost of state infrastructure projects?

Bonds Yes [  ]
Bonds No [  ]

* Sec. 10. This Act takes effect immediately under AS 01.10.070(c).