

HOUSE BILL NO. 296

1/21 Introduced
1/21 Referred to Appropriations
1/22 Fiscal Note Requested
1/26 Fiscal Note Received
3/12 Hearing
Died in Committee

1 HOUSE BILL NO. 296
2 INTRODUCED BY Moore

3
4 A BILL FOR AN ACT ENTITLED: "AN ACT AUTHORIZING THE
5 ISSUANCE AND SALE OF LONG-RANGE BUILDING BONDS TO FINANCE
6 THE CONSTRUCTION OF A BUSINESS ADMINISTRATION FACILITY AT
7 THE UNIVERSITY OF MONTANA; AND PROVIDING AN IMMEDIATE
8 EFFECTIVE DATE."

9
10 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

11 Section 1. Bonds for the university of Montana.
12 (1) The board of examiners is authorized to issue and sell
13 long-range building program bonds upon the conditions and in
14 the manner stated in Title 17, chapter 5, part 4, in an
15 amount not exceeding \$11,960,000, for the purpose of paying
16 the costs of acquiring, constructing, and equipping a
17 business administration facility for and to be located at
18 the university of Montana. The issuance and sale of the
19 bonds are subject to an undertaking by the board of regents
20 to pay to the state treasurer for deposit in the debt
21 service account established pursuant to 17-5-405, from the
22 sources defined in [section 2], amounts sufficient to pay as
23 due the principal and interest on the bonds; however, this
24 undertaking is enforceable only by the state treasurer and
25 not by the holders of such bonds. The authority granted to

1 the board by this section is in addition to any other
2 authorization to the board to issue and sell long-range
3 building program bonds.

4 (2) The proceeds of the bonds authorized by subsection
5 (1) must be deposited in the capital projects fund created
6 by 17-5-401.

7 Section 2. Payments by board of regents. The board of
8 regents shall make the payments required by [section 1] from
9 available revenue derived from student building fees charged
10 to students enrolled at the university of Montana and from
11 other revenue-producing facilities at the university,
12 subject to the prior pledge and appropriation of such
13 revenues to the payment of other obligations of the board.

14 Section 3. Effective date. This act is effective on
15 passage and approval.

-End-



-2- INTRODUCED BILL
HB 296

STATE OF MONTANA
FISCAL NOTE

REQUEST NO. FNN 166-85

Form BD-15

In compliance with a written request received January 23, 19 85, there is hereby submitted a Fiscal Note for H.B. 296 pursuant to Title 5, Chapter 4, Part 2 of the Montana Code Annotated (MCA). Background information used in developing this Fiscal Note is available from the Office of Budget and Program Planning, to members of the Legislature upon request.

DESCRIPTION OF PROPOSED LEGISLATION:

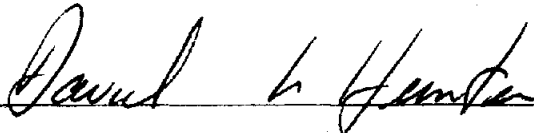
H.B. 296 authorizes the issuance and sale of long-range building bonds to finance construction of a business administration facility at the University of Montana, with payments for the bonds to come from student building fees.

ASSUMPTIONS:

1. The cost of issuance of the bonds will be financed from the bond proceeds.
2. The campus will make payments by existing staff.
3. Fees charged to students will meet all expenses to pay off the obligation.

FISCAL IMPACT:

No General Fund impact.



BUDGET DIRECTOR
Office of Budget and Program Planning

Date: Jan 25, 1985