

HOUSE BILL NO. 325

1/22 Introduced
1/22 Referred to Appropriations
1/23 Fiscal Note Requested
1/28 Fiscal Note Received
3/12 Hearing
Died in Committee

1 HOUSE BILL NO. 325
 2 INTRODUCED BY *House Ernest Boyer Vincent*
 3 *Vincent*

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 AN ENGINEERING AND PHYSICAL SCIENCE
 7 FACILITY AT MONTANA STATE UNIVERSITY; AND PROVIDING AN
 8 IMMEDIATE EFFECTIVE DATE."

9
 10 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:
 11 Section 1. Bonds for Montana state university. (1) The
 12 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 to exceed \$13 million, for the purpose of paying
 16 the costs of acquiring, constructing, and equipping an
 17 engineering and physical science facility for and to be
 18 located at Montana state university. The issuance and sale
 19 of the bonds are subject to an undertaking by the board of
 20 regents to pay to the state treasurer for deposit in the
 21 debt service account established pursuant to 17-5-405, from
 22 the sources defined in [section 2], amounts sufficient to
 23 pay as due the principal and interest on the bonds; however,
 24 this undertaking is enforceable only by the state treasurer
 25 and not by the holders of such bonds. The authority granted

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

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

-End-



STATE OF MONTANA
FISCAL NOTE

REQUEST NO. FNN 181-85

Form BD-15

In compliance with a written request received January 23, 19 85, there is hereby submitted a Fiscal Note for H.B. 325 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:

House Bill 325 authorizes the issuance and sale of long-range building bonds to finance the construction of an engineering and physical science facility at Montana State University, with payments for the bond issue to come from fees charged to students.

ASSUMPTIONS:

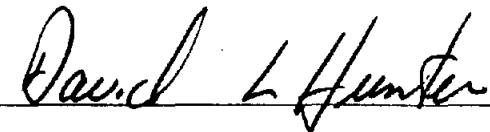
1. The cost of issuance of the bonds will be financed from the bond proceeds.
2. The payments will be made by existing staff.
3. All costs of the bond obligation will come from student fees.

FISCAL IMPACT:

No General Fund impact.

LONG TERM IMPACT:

Operations and maintenance costs once the facility is complete will be part of the University's regular budget. Depending on what facilities are replaced, additional costs might occur.



BUDGET DIRECTOR
Office of Budget and Program Planning

Date: JAN 28, 1985