



CHESTER J. CULVER
GOVERNOR

OFFICE OF THE GOVERNOR

PATTY JUDGE
LT. GOVERNOR

May 14, 2009

The Honorable Michael Mauro
Secretary of State
State Capitol Building
L O C A L

Dear Mr. Secretary:

I hereby transmit:

Senate File 474, an Act relating to the bonding authorization of the state board of regents for buildings and facilities including bonding for flood repair, restoration, replacement, and mitigation at the state university of Iowa.

The above Senate File is hereby approved this date.

Sincerely,

A handwritten signature in blue ink, appearing to read "Chester J. Culver".

Chester J. Culver
Governor

CJC:bdj

cc: Secretary of the Senate
Chief Clerk of the House





SENATE FILE 474

AN ACT

RELATING TO THE BONDING AUTHORIZATION OF THE STATE BOARD OF REGENTS FOR BUILDINGS AND FACILITIES INCLUDING BONDING FOR FLOOD REPAIR, RESTORATION, REPLACEMENT, AND MITIGATION AT THE STATE UNIVERSITY OF IOWA.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

Section 1. Section 262A.2, subsection 3, Code 2009, is amended to read as follows:

3. "Buildings and facilities" shall mean those academic buildings and other facilities used primarily for instructional and research purposes, including libraries, and such other administrative and service buildings and facilities as are deemed necessary by the board to provide supporting services to the instructional and research programs and activities of the institutions, including, without limiting the generality of the foregoing, administrative offices, facilities for business services, auditoriums and concert halls, student services and extension and continuing education services, off-street parking areas and structures incidental to other buildings and facilities which are not primarily for parking purposes, garages, and storage and warehouse facilities, or any combination thereof. This phrase shall also include works and facilities deemed necessary by the board for furnishing utilities services to any buildings or structures operated by the institutions, including, without limiting the generality of the foregoing, water, electric, gas, communications, sewer and heating facilities, together with all necessary structures, buildings, tunnels, lines, reservoirs, mains, filters, pipes, sewers, boilers,

generators, fixtures, wires, poles, equipment, treatment facilities and all other appurtenances in connection therewith, or any combination of the foregoing.

Sec. 2. STATE BOARD OF REGENTS BONDING -- FLOOD REPAIR AND MITIGATION.

1. FINDINGS. The general assembly finds that:

a. The general assembly hereby determines that the annual revenues of the state are insufficient to finance the immediate building requirements of the state university of Iowa and that it is necessary to authorize the issuance of revenue bonds by the state board of regents to finance the repair, restoration, replacement, and mitigation of flood damaged buildings and facilities on the campus of the state university of Iowa.

b. Section 262A.4 provides that the state board of regents, after authorization by a constitutional majority of each house of the general assembly and approval by the governor, may undertake and carry out at the institutions of higher learning under the jurisdiction of the board any project as defined in chapter 262A.

c. Chapter 262A authorizes the state board of regents to borrow moneys and to issue and sell negotiable revenue bonds to pay all or any part of the cost of carrying out projects at any institution payable solely from and secured by an irrevocable pledge of a sufficient portion of the student fees and charges and institutional income received by the particular institution.

d. To further the educational objectives of the state university of Iowa, the state board of regents requests authorization to finance certain capital costs and other expenses as described herein by borrowing moneys and issuing negotiable bonds under chapter 262A in a total amount as provided in this section, with the remaining costs of the projects to be financed by appropriations or by federal or other funds lawfully available.

e. Due to flooding of the campus at the state university of Iowa occurring in June of 2008, the state board of regents requests authorization to finance certain costs attributable for the repair, restoration, and replacement of buildings and facilities and for certain other flood recovery and mitigation

expenses incurred or to be incurred with respect to damaged buildings and facilities and improvements located on the campus of the state university of Iowa in Iowa City.

2. AUTHORIZATION OF PROJECTS. The state board of regents is authorized to undertake, plan, construct, improve, repair, remodel, furnish, and equip, and otherwise carry out \$100,000,000 in projects to repair, restore, and replace flood damaged buildings and facilities and to undertake other flood recovery and mitigation projects on the campus at the state university of Iowa.

3. BONDS AUTHORIZED. The general assembly authorizes the state board of regents to borrow moneys and to issue and sell negotiable revenue bonds in the amount of \$100,000,000 in the manner provided in sections 262A.5 and 262A.6 in order to pay all or any part of the costs of carrying out the projects at the state university of Iowa approved and authorized in subsection 2, with the remaining costs of the projects to be financed by appropriations or by federal or other funds lawfully available. The amount of bonds may be exceeded by the amount the state board of regents determines to be necessary to capitalize bond reserves, interest during construction, and issuance costs. No commitment is implied or intended by approval to fund any portion of the buildings and facilities improvement program beyond the portion that is financed and approved by the Eighty-third General Assembly, 2009 Session, and the governor.

Sec. 3. STATE BOARD OF REGENTS BONDING -- BUILDINGS AND FACILITIES IMPROVEMENT PROGRAM.

1. FINDINGS. The general assembly finds that:

a. The state board of regents has approved a buildings and facilities improvement program for the institutions of higher learning under the jurisdiction of the board, which the board deems necessary to further the educational objectives of the institutions, together with an estimate of the cost of each of the buildings and facilities.

b. The projects contained in the buildings and facilities improvement program are deemed necessary for the proper performance of the instructional, research, and service functions of the institutions.

c. Section 262A.4 provides that the state board of regents, after authorization by a constitutional majority of each house of the general assembly and approval by the governor, may undertake and carry out at the institutions of higher learning under the jurisdiction of the board any project as defined in chapter 262A.

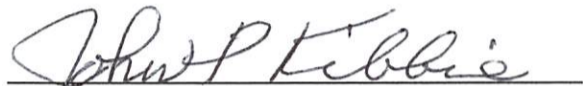
d. Chapter 262A authorizes the state board of regents to borrow moneys and to issue and sell negotiable revenue bonds to pay all or any part of the cost of carrying out projects at any institution payable solely from and secured by an irrevocable pledge of a sufficient portion of the student fees and charges and institutional income received by the particular institution.

e. To further the educational objectives of the institutions, the state board of regents requests authorization to finance certain costs of the capital improvement program by borrowing moneys and issuing negotiable bonds under chapter 262A in a total amount as provided in this section, with the remaining costs of the projects to be financed by appropriations or by federal or other funds lawfully available.

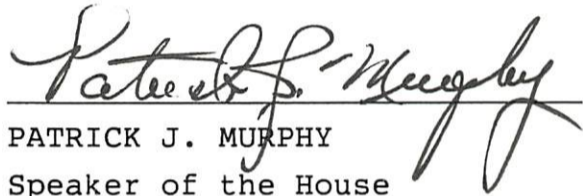
2. AUTHORIZATION OF PROJECTS. The state board of regents is authorized to undertake, plan, construct, reconstruct, improve, repair, remodel, furnish, and equip, and otherwise carry out \$15,000,000 for phase II of the construction and renovation of the veterinary medical facilities at Iowa state university of science and technology, specifically the renovation and modernization of the area formerly occupied by the large animal area of the teaching hospital for expanded clinical services in a small animal hospital.

3. BONDS AUTHORIZED. The general assembly authorizes the state board of regents to borrow moneys and to issue and sell negotiable revenue bonds in the amount of \$15,000,000 in the manner provided in sections 262A.5 and 262A.6 in order to pay all or any part of the costs of carrying out the projects at the institutions approved and authorized in subsection 2, with the remaining costs of the projects to be financed by appropriations or by federal or other funds lawfully available. The amount of bonds may be exceeded by the amount the state board of regents determines to be necessary to

capitalize bond reserves, interest during construction, and issuance costs. No commitment is implied or intended by approval to fund any portion of the buildings and facilities improvement program beyond the portion that is financed and approved by the Eighty-third General Assembly, 2009 Session, and the governor.



JOHN P. KIBBIE
President of the Senate



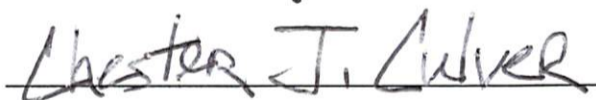
PATRICK J. MURPHY
Speaker of the House

I hereby certify that this bill originated in the Senate and is known as Senate File 474, Eighty-third General Assembly.



MICHAEL E. MARSHALL
Secretary of the Senate

Approved May 14th, 2009



CHESTER J. CULVER
Governor