

SENATE FILE 2287  
BY COMMITTEE ON APPROPRIATIONS

(SUCCESSOR TO SSB 3075)

Passed Senate, Date \_\_\_\_\_ Passed House, Date \_\_\_\_\_  
Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_ Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_  
Approved \_\_\_\_\_

**A BILL FOR**

1 An Act providing bonding authorization to the state board of  
2 regents for specific capital projects.  
3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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SF 2287  
APPROPRIATIONS

1 Section 1. STATE BOARD OF REGENTS BONDING.

2 1. FINDINGS. The general assembly finds that:

3 a. Pursuant to section 262A.3, the state board of regents  
4 prepared and within seven days after the convening of the  
5 Eightieth General Assembly of the State of Iowa, Second  
6 Session, submitted to the Eightieth General Assembly, Second  
7 Session, for approval the proposed five-year building program  
8 for each institution of higher learning under the jurisdiction  
9 of the board, containing a list of the buildings and  
10 facilities which the board deems necessary to further the  
11 educational objectives of the institutions, together with an  
12 estimate of the cost of each of the buildings and facilities  
13 and an estimate of the maximum amount of revenue bonds which  
14 the board expects to issue under chapter 262A to finance the  
15 costs of the projects.

16 b. The projects contained in the capital improvement  
17 program are deemed necessary for the proper performance of the  
18 instructional, research, and service functions of the  
19 institutions.

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

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

33 e. To further the educational objectives of the  
34 institutions, the state board of regents requests  
35 authorization to undertake and carry out certain projects at

1 this time and to finance their costs by borrowing moneys and  
2 issuing negotiable bonds under chapter 262A in a total amount  
3 as provided in this Act, with the remaining costs of the  
4 projects to be financed by appropriations or by federal or  
5 other funds lawfully available.

6 2. APPROVAL -- LIMITS.

7 a. The proposed five-year building program submitted by  
8 the state board of regents for each institution of higher  
9 learning under its jurisdiction is approved and no commitment  
10 is implied or intended by approval to fund any portion of the  
11 proposed five-year building program submitted by the state  
12 board of regents beyond the portion that is financed and  
13 approved by the Eightieth General Assembly, Second Session,  
14 and the governor.

15 b. The maximum amount of bonds which the state board of  
16 regents expects to issue under chapter 262A, unless additional  
17 bonding is authorized, is set forth in this Act, and this plan  
18 of financing is approved.

19 3. PROJECTS. The state board of regents is authorized to  
20 undertake, plan, construct, improve, repair, remodel, furnish,  
21 and equip, and otherwise carry out the following projects at  
22 the institutions of higher learning under the jurisdiction of  
23 the board, and the general assembly authorizes the state board  
24 of regents to borrow moneys and to issue and sell negotiable  
25 revenue bonds in the amount of \$120,000,000 in the manner  
26 provided in sections 262A.5 and 262A.6 in order to pay all or  
27 any part of the costs of carrying out the projects at the  
28 institutions as follows:

29 a. Iowa state university of science and technology  
30 For the veterinary teaching hospital -- diagnostic lab,  
31 Coover hall -- information science, and for fire safety costs:  
32 ..... \$ 48,000,000

33 b. State university of Iowa  
34 For the chemistry building renovation, phase II of the art  
35 building renovation, and for fire safety costs:

1 ..... \$ 50,000,000

2 c. University of northern Iowa

3 For the science buildings renovation project and for the  
4 Russell hall renovation:

5 ..... \$ 22,000,000

6 Total ..... \$120,000,000

7 4. Notwithstanding the limitation established in  
8 subsection 3, the amount of bonds issued as authorized in  
9 subsection 3 may be exceeded by the amount the state board of  
10 regents determines to be necessary to capitalize bond  
11 reserves, interest during construction, and issuance costs.

12 EXPLANATION

13 This bill authorizes the state board of regents to issue  
14 bonds in the sum of \$120 million for a five-year building  
15 program at the regents universities. The bill permits the  
16 state board of regents to exceed the limitation placed on the  
17 amount of bonds that may be issued under the bill by an amount  
18 the state board of regents determines to be necessary to  
19 capitalize bond reserves, interest during construction, and  
20 issuance costs.

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Angelo  
Shull  
Duorsky

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Appropriations 307  
Succeeded By

SENATE FILE        (SF) / HF 2287  
BY (PROPOSED COMMITTEE ON  
APPROPRIATIONS BILL BY  
CHAIRPERSON ANGELO)

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Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_ Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_  
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