

BILL NO.

IN THE LEGISLATURE OF THE STATE OF ALASKA

THIRTY-SECOND LEGISLATURE - FIRST SESSION

BY THE RULES COMMITTEE BY REQUEST OF THE GOVERNOR

Introduced:

Referred:

A BILL

FOR AN ACT ENTITLED

1 **"An Act authorizing and relating to the issuance of bonds by the Alaska Housing**
2 **Finance Corporation for safe and clean water and hygienic sewage disposal facility**
3 **capital projects and transportation projects; providing for the repayment of the bonds**
4 **and bond costs; relating to the dividend paid to the state by the Alaska Housing Finance**
5 **Corporation; and providing for an effective date."**

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

7 *** Section 1.** AS 18.56.089(c) is amended to read:

8 (c) The corporation shall make a dividend available to the state each fiscal
9 year. The corporation shall pay the dividend for a current fiscal year to the state before
10 the end of that fiscal year. The legislature may appropriate the dividend for capital
11 projects. The corporation shall notify the commissioner of revenue of the amount of
12 each dividend under this subsection for inclusion in the state operating budget and
13 shall also notify the commissioner when each dividend is available for payment to the

1 state. The amount of the dividend for a current fiscal year is calculated as follows:

2 (1) the lesser of \$103,000,000 or 75 percent of the adjusted change in
3 net assets of the corporation for the base fiscal year;

4 (2) minus the amount of money from the corporation used during that
5 current fiscal year for bond repayment and other costs related to the bonds issued
6 under

7 (A) ch. 26, SLA 1996, up to a maximum of \$1,000,000;

8 (B) [SEC. 10(b), CH. 130, SLA 2000;

9 (C)] sec. 1, ch. 1, SSSLA 2002;

10 (C) [(D)] sec. 4, ch. 120, SLA 2004;

11 (D) sec. 2 of this Act; and

12 (3) minus any appropriation of unrestricted unencumbered money of
13 the corporation during the current fiscal year, other than an appropriation for the
14 corporation's operating budget.

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

17 BOND AUTHORIZATION AND PROVISIONS. (a) Notwithstanding the limitation
18 in AS 18.56.090 or other provisions of law, the Alaska Housing Finance Corporation is
19 authorized to issue bonds in an amount sufficient to finance \$15,730,000 in capital
20 improvements for village safe and clean water and hygienic sewage disposal facilities either
21 directly or as matching money required by grants for those purposes, and \$85,900,000 to
22 finance matching money for federal aid eligible highway and aviation transportation projects.
23 AS 18.56.110 - 18.56.190 apply to bonds issued under this section.

24 (b) The Alaska Housing Finance Corporation shall make the proceeds of bonds issued
25 under (a) of this section available to government departments, agencies, and other government
26 entities identified in appropriations of the bond proceeds as necessary to accommodate the
27 construction schedule for each of the projects for which the bond proceeds are appropriated.
28 All income realized by the Alaska Housing Finance Corporation on the bond proceeds may be
29 used by the corporation solely for payments of the principal of and interest on the bonds or
30 other costs related to the bonds.

31 (c) The Alaska Housing Finance Corporation shall determine the amount of the

1 corporation's unrestricted revenue necessary, after payments under (b) of this section, for the
2 payment of costs related to the bonds and notify the legislature.

3 (d) The amount determined under (c) of this section necessary for the payment of all
4 costs associated with or related to the bonds, including principal and interest payments, shall
5 reduce the amount of the Alaska Housing Finance Corporation's dividend to the state under
6 AS 18.56.089, as amended by sec. 1 of this Act.

7 * **Sec. 3.** This Act takes effect immediately under AS 01.10.070(c).