

Alaska Industrial Development and Export Authority



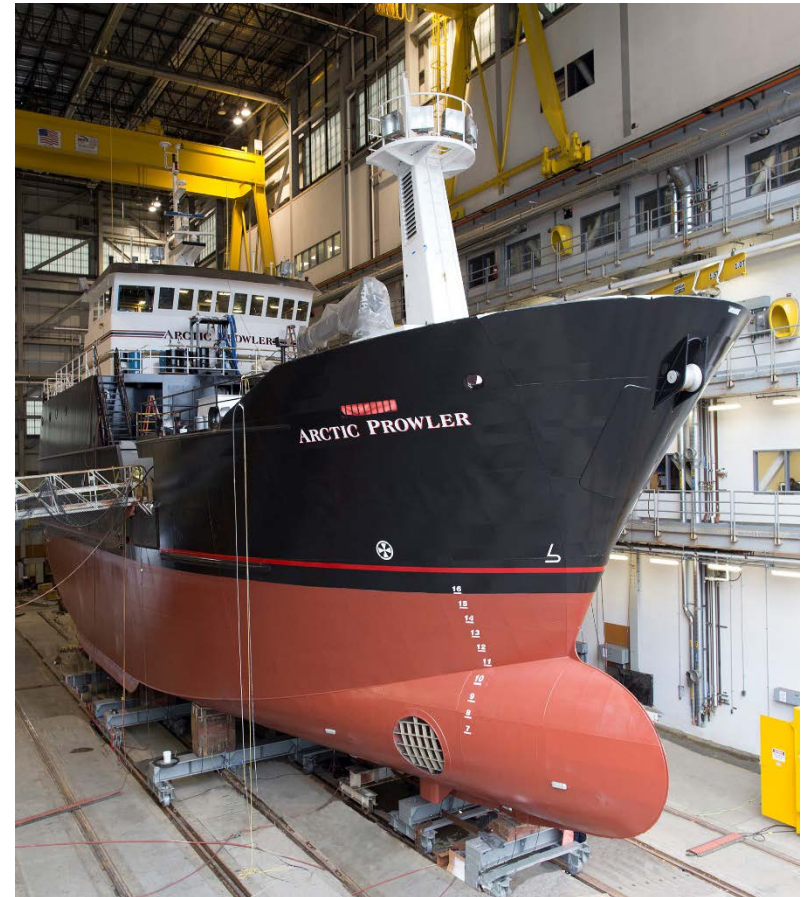
AIDEA Overview

February 11, 2015

House Finance Sub-Committee

Outline

- AIDEA Overview
- Legislative Changes
- 10 Year Budget Review
- 10 Year Activity Look Back
- Performance Measures



Overview

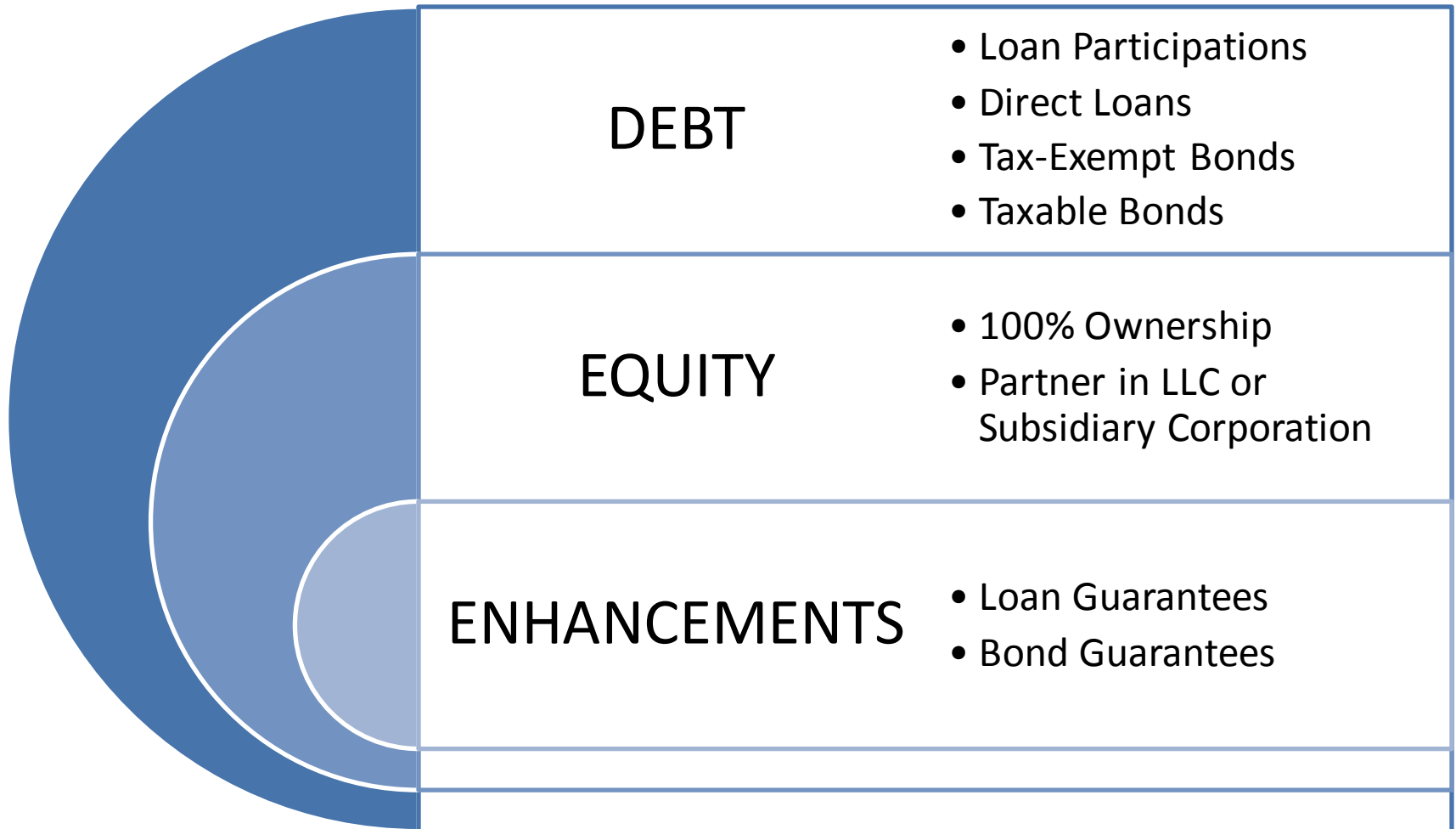
- Development Finance Authority created as a public corporation of the State of Alaska in 1967 – 50 years old in 2017
- AIDEA is self funded and receives no General Fund assistance
- Overseen by a seven member Board
- Received initial capitalizations from the State in the 1980's
- Maintains a small core staff which utilizes outside expertize as projects require
- Operational efficiencies from collaborative integration of systems and staff between AIDEA and AEA

Mission

To promote, develop, and advance economic growth and diversification in Alaska by providing various means of financing and investment.

AIDEA fulfills its mission by providing access to affordable, long-term, asset financing

What 3 Things does AIDEA do?



AIDEA Programs



Legislative Changes - Programming

- 2008: Separate AIDEA and AEA executive directors
- 2011: AIDEA's Board was changed by removing one Commissioner (DOT&PF) and adding three private sector members. The Board is now comprised of two public and five private members
- 2012: New Markets Tax Credit Guarantee and Loan Assistance Program
- 2012: Sustainable Energy Transmission & Supply Program
- 2014: Arctic Infrastructure Development Fund

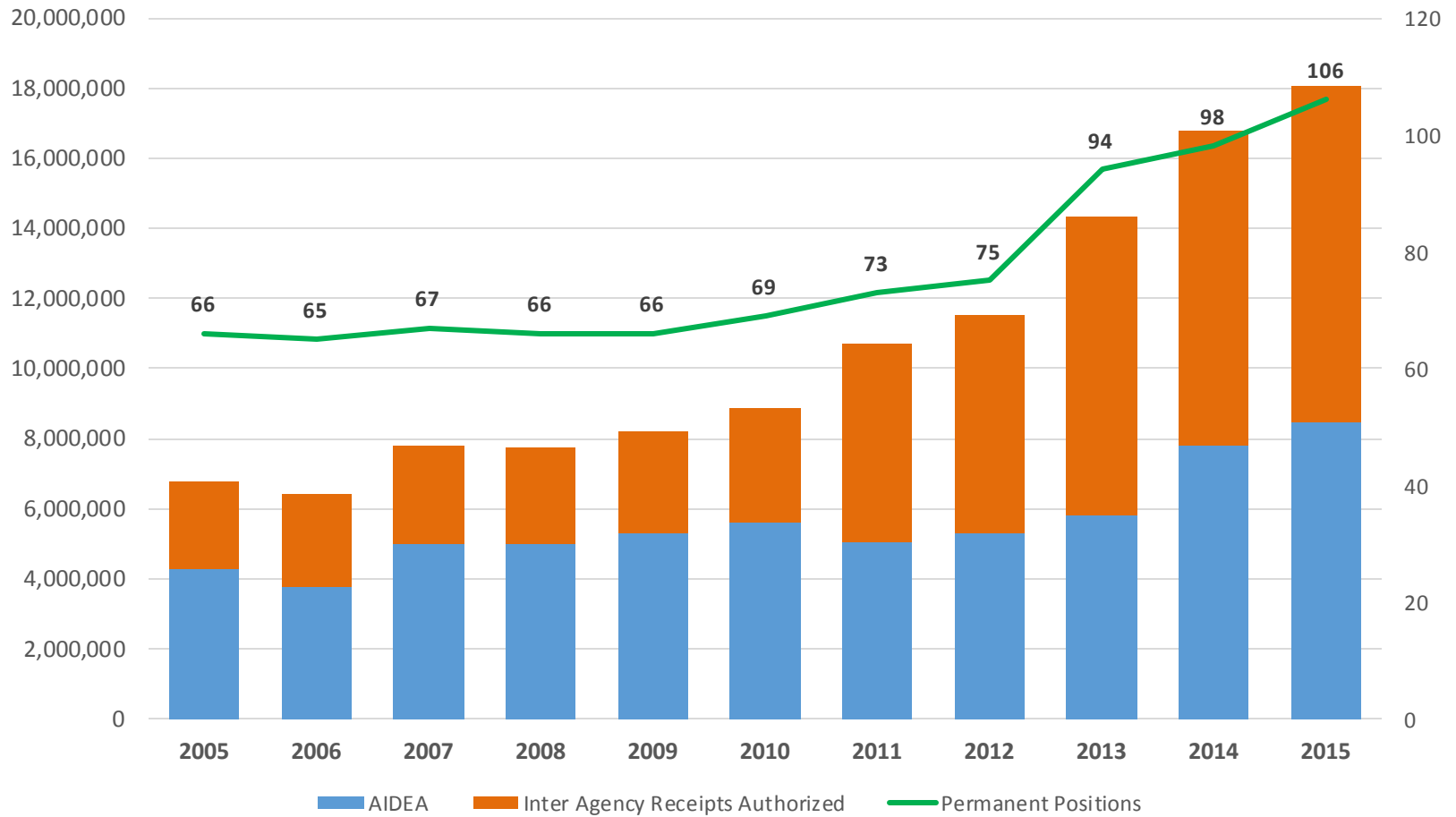
Legislative Changes - Tools

New Legislation has enabled AIDEA to:

- 2010: Create a new mechanism for setting a minimum interest rate
- 2010: Own all or a percentage of a corporation or be a member of an LLC
- 2010: Create a subsidiary corporation for the purpose of financing projects
- 2011: Expand the definition of project types that AIDEA can finance e.g. federal facilities, health care, communications and transportation
- 2013: Finance projects in military facility zones
- 2013: Finance projects through direct lending

10 Year Budget Look Back

AIDEA Authorized Operating Budget, Interagency Receipts & Personnel

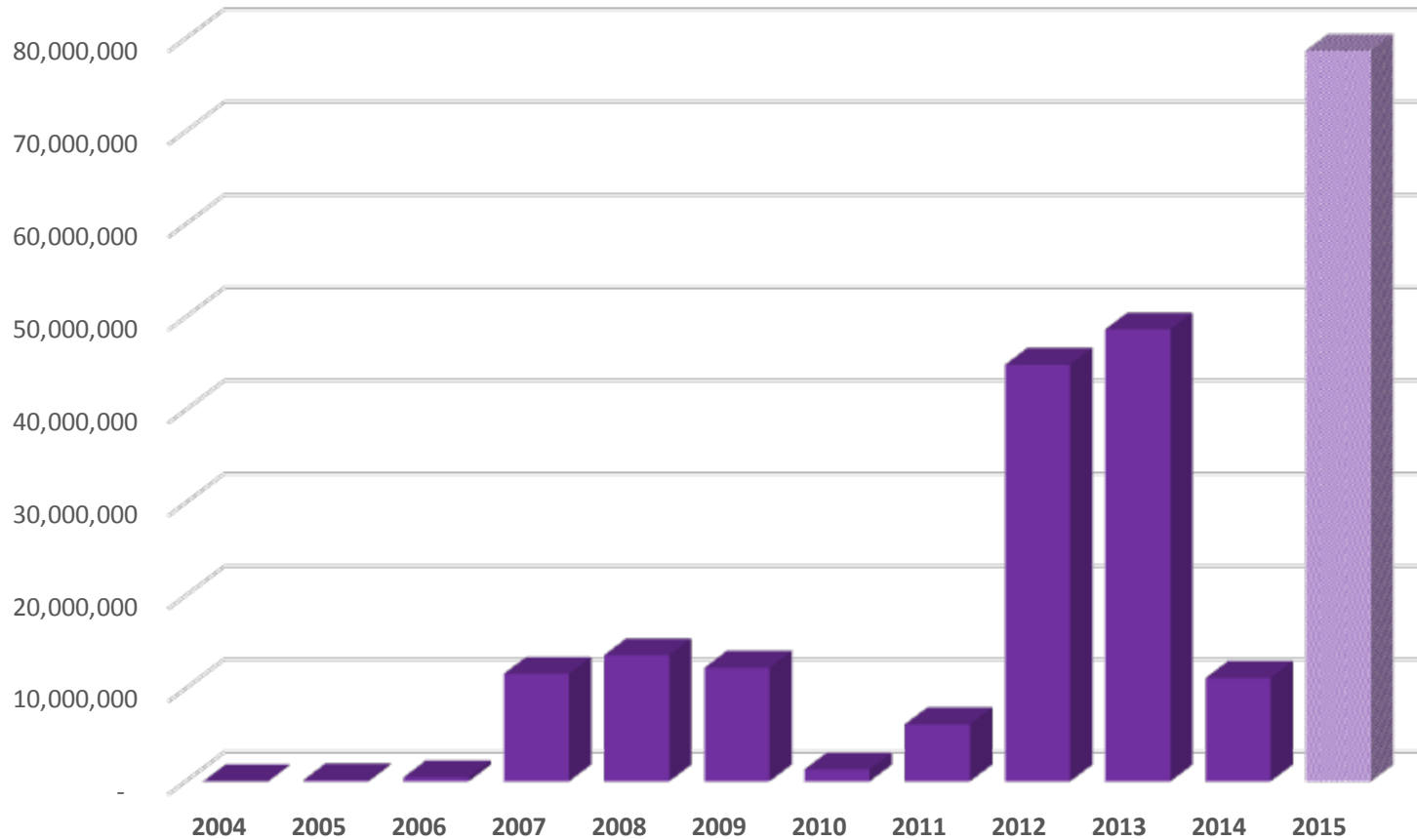


10 Year Activity - Loan Portfolio

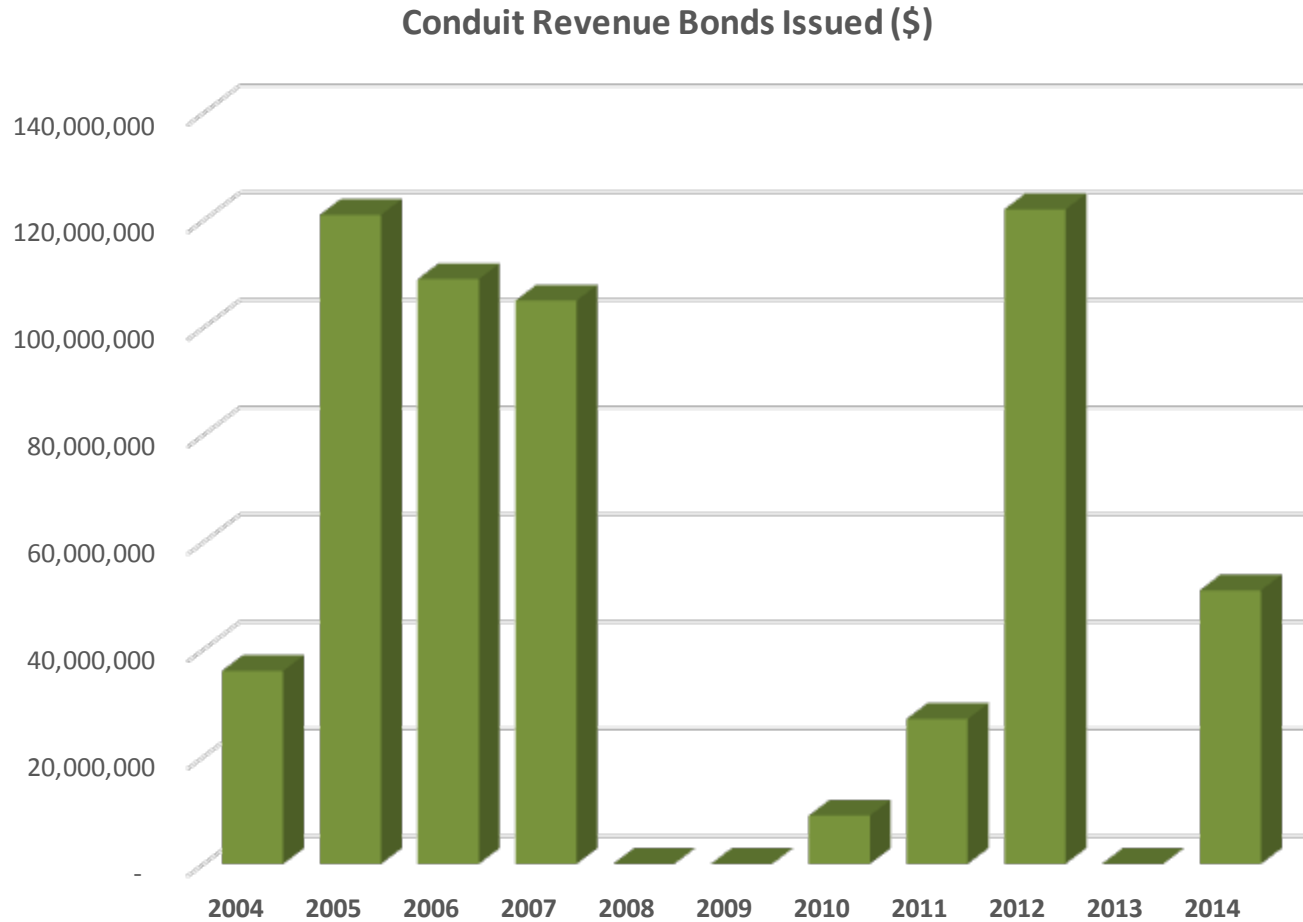


10 Year Activity – Project Development

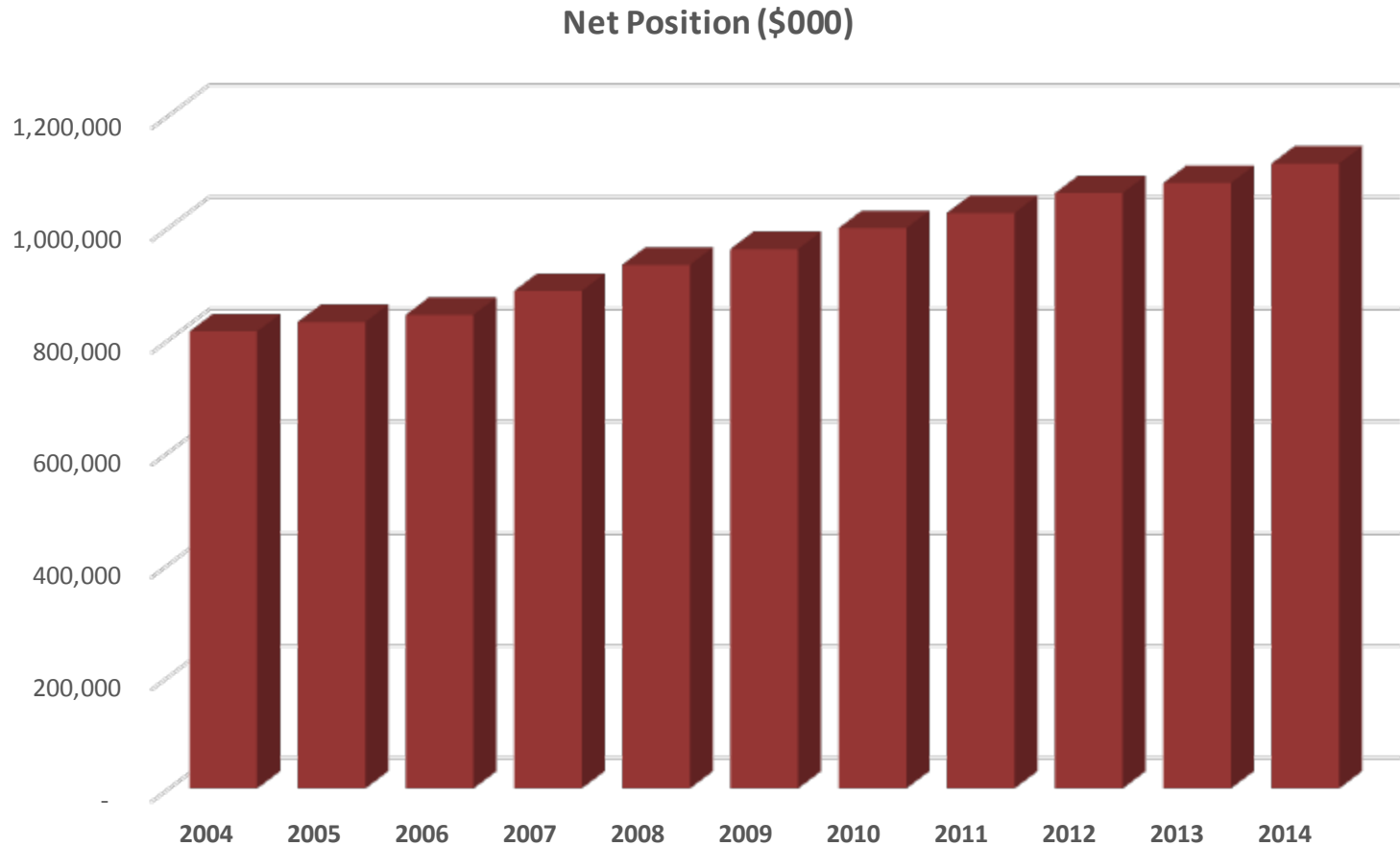
Investments in Development Projects (\$)



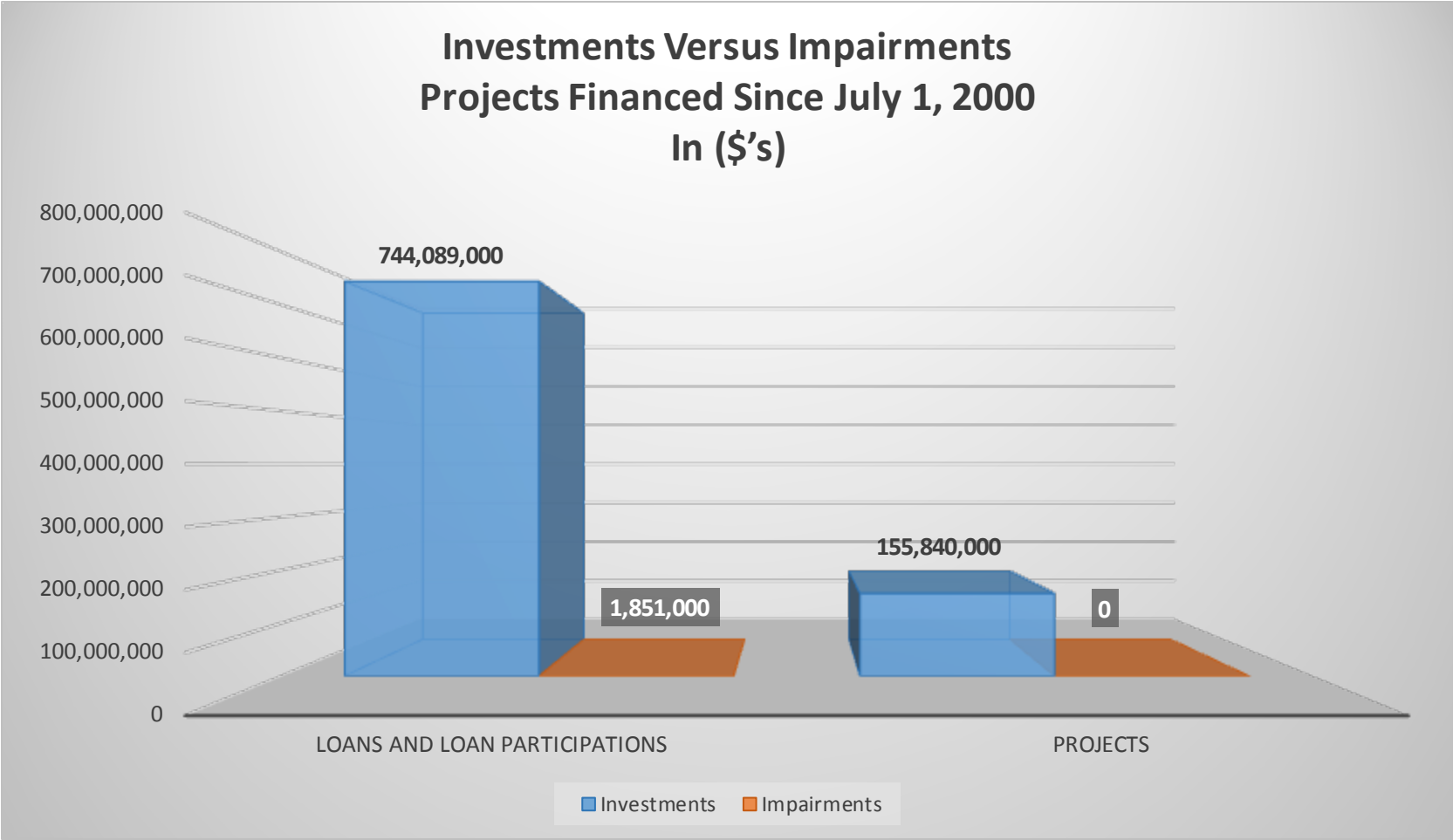
10 Year Activity – Conduit Bonds



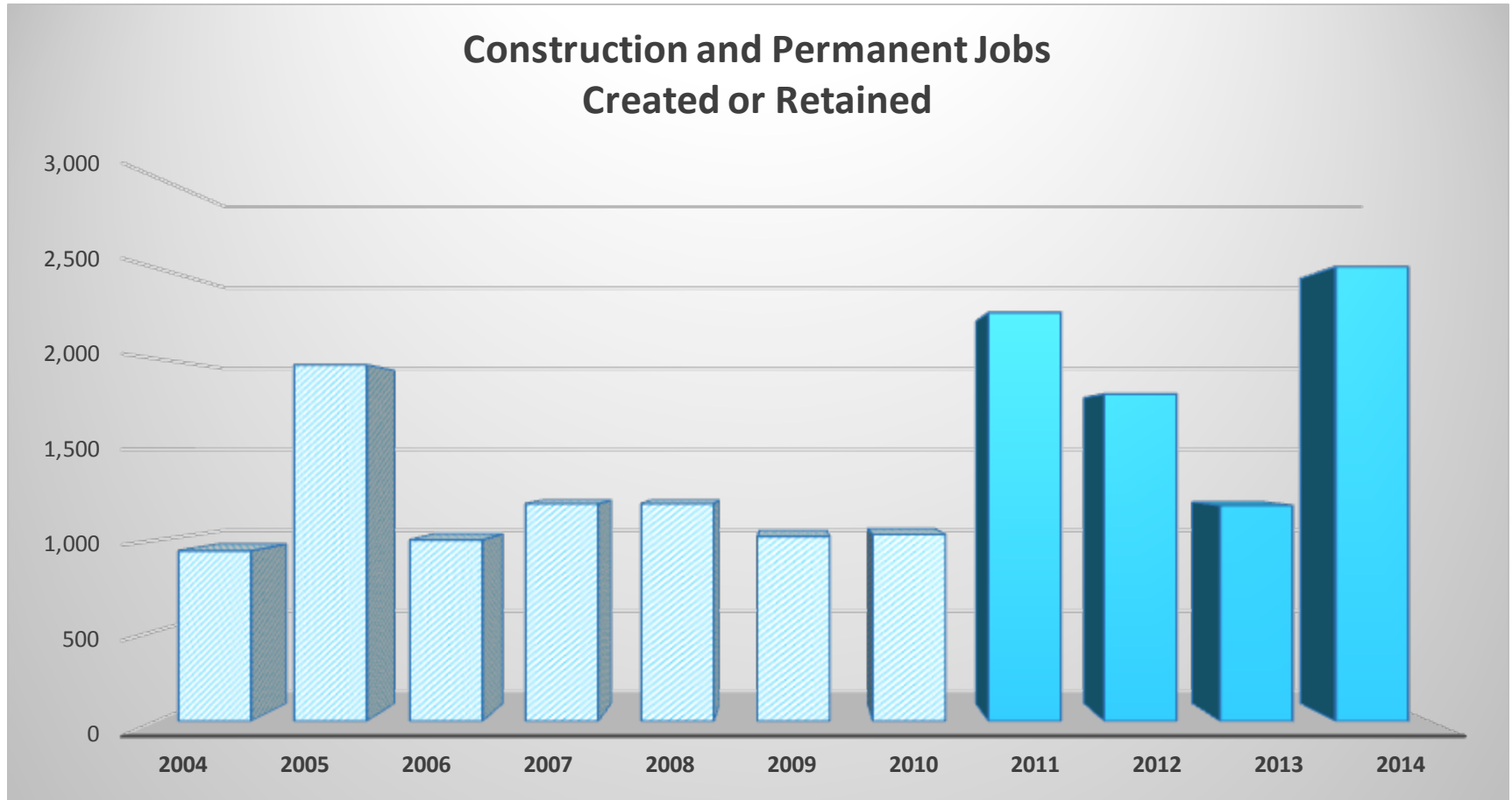
Performance – Net Position



Performance: Investments -vs- Impairments



Performance – Employment



 Loan Participations and Red Dog

 Loan Participations and All Projects

Performance - Dividends Paid

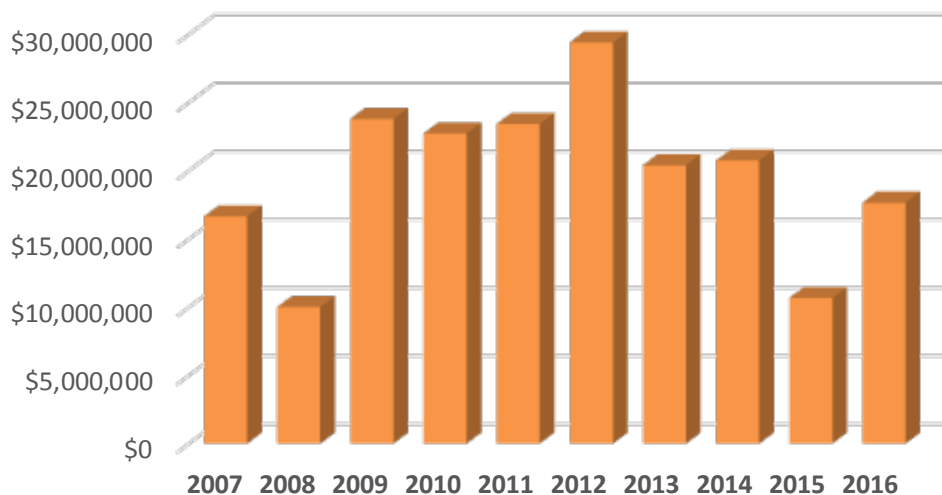
1997 – 2006

\$173.14 Million

Total dividends declared

\$373.5 Million

Dividends: 2007 - 2016



AIDEA has repaid the State all of its initial capitalization funds through its annual dividend program

1997-2015: AIDEA has not received any GF monies

QUESTIONS?

