



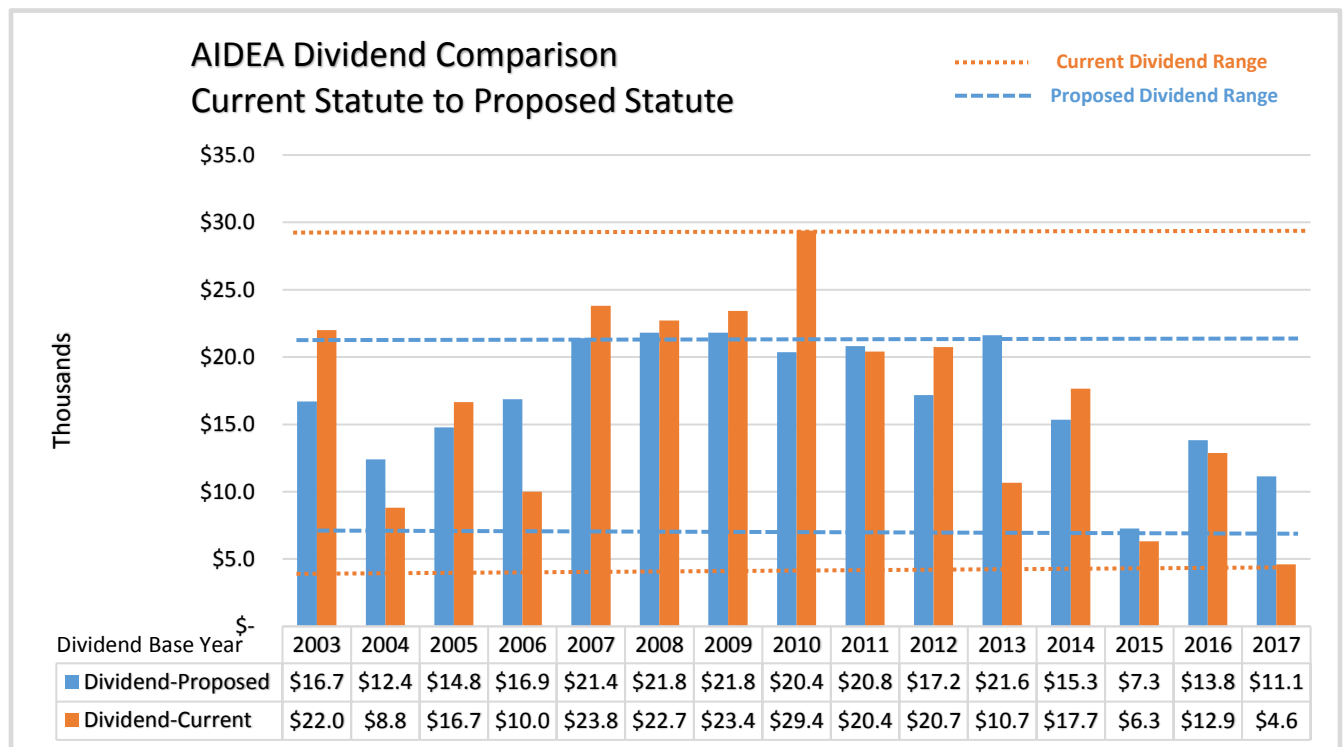
March 27, 2018

Representative Neal Foster
Co-Chair, House Finance Committee
State Capitol Building, Room 410
Juneau, AK 99801

Dear Representative Foster:

Thank you for consideration of scheduling HB 119, "An Act relating to the dividends from the Alaska Industrial Development and Export Authority; relating to the meaning of 'mark-to-market fair value,' 'net income,' 'project or development,' and 'unrestricted net income' for purposes of the Alaska Industrial Development and Export Authority; and providing for an effective date." This letter provides a comparison of AIDEA's historic dividend calculation under existing statute compared to the dividend that would have been calculated if the modified dividend language contained in HB 119 had been in place.

The chart below compares the calculated dividend using the proposed legislation versus the current legislation from FY2003 through FY2017. FY2003 is the most recent year that AIDEA reported an impairment loss in its financial statements.



Kind regards,

John Springsteen
CEO/Executive Director