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**Sectional Analysis**  
**HB 338 / SB 269**  
**Recovery Zone Bonds and Alaska Municipal Bond Bank Authority**

Section 1. Findings and intent.

Section 2. Gives the authority to reallocate tax credit and tax exempt bond limitations to the State Bond Committee

Section 3. Increases the total bond authority for the Alaska Municipal Bond Bank Authority from \$750 million to \$1 billion.

Section 4. Removes limitations on the Alaska Municipal Bond Bank Authority related to financing certain power projects and equipment and buildings that are leased to the state.

Section 5. Waiver and allocation of volume cap for Recovery Zone Economic Development Bonds which allow local governments to issue bonds for a government capital projects and receive a 45% interest subsidy from the U.S. government. This will provide a significant cost savings for local governments and taxpayers. Reallocated by the Alaska Municipal Bond Bank Authority.

Section 6. Waiver and allocation of volume cap for Recovery Zone Facility Bonds which allow for private sector projects to be financed with a 45% interest rate subsidy. Reallocated by Alaska Industrial Development and Export Authority.

Section 7. Revisor's instructions for technical title changes.

Section 8. Immediate effective date.