

# **Alaska Housing Finance Corporation**

## **Presentation to House Revenue Finance Subcommittee**

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# MISSION

TO PROVIDE ALASKANS ACCESS TO SAFE,  
QUALITY, AFFORDABLE HOUSING.



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## Core Programs

- Finance/Bonding
- Public Housing
- Mortgage Loan
- Affordable Housing
- Energy Efficiency

## Corporate Components

- Corporate Operations
- Atwood – State Office Building
- Alaska Corporation for Affordable Housing

# Finance

- FY2016 dividend nearly tripled from \$7.5 million to \$19 million. FY2017 increased to \$25.9 million.
- Dividends/contributions made to State of Alaska totals nearly \$2 billion since 1986.
- Strong credit AA+ rating; recognized among the strongest housing finance agencies in the country.

# Public Housing

- Mainly funded by U.S. Housing & Urban Development (HUD) for operating, maintaining & constructing low income housing.
- AHFC owns 1,011 family units, 610 housing units for seniors or those with disabilities; and distributes more than 4,300 vouchers in 13 locations\* that provide rental assistance - \$2.7 million/month.

	LOCATIONS	
Anchorage*	Bethel	Cordova
Fairbanks*	Homer*	Juneau*
Ketchikan*	Kodiak*	Nome
Petersburg*	Seward*	Sitka*
Soldotna*	Valdez*	Wasilla*
	Wrangell*	

# Mortgage Loan

In FY2015:

- Provided \$423.6 million to finance mortgages for more than 1,772 Alaskan families
  - first-time homebuyers
  - rural loans
  - veterans

# Affordable Housing

FY2015:

- Leveraged resources (Rasmuson Foundation) to develop 24 units of housing for teachers, public safety and health professionals in rural Alaska.
- Funding for 180 units of affordable housing to be developed and upgraded benefiting low-income senior families and those with disabilities.
- Homeless assistance to 37 organizations in 20 communities benefiting 12,500 homeless individuals.

# Energy Efficiency

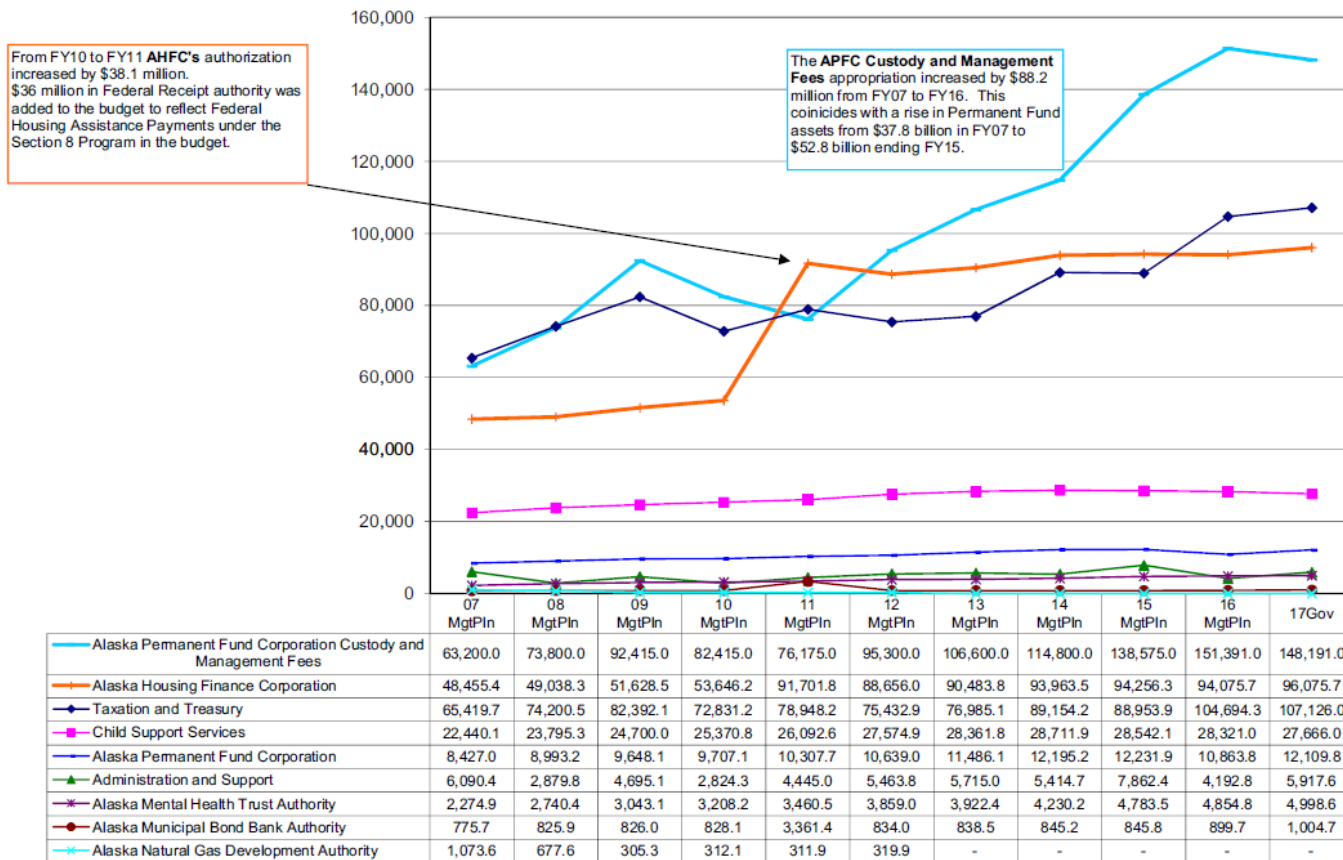
Since 2008...

- 16 percent of housing stock 34 percent more energy efficient.
- Home Energy Rebates: 23,496 rebates averaging \$6,889.
- Weatherization: 16,594 homes complete through fiscal year-end.



# Legislative Finance Graph - 10 Year Look Back

Appropriations within the Department of Revenue  
(All Funds)  
(\$ Thousands)

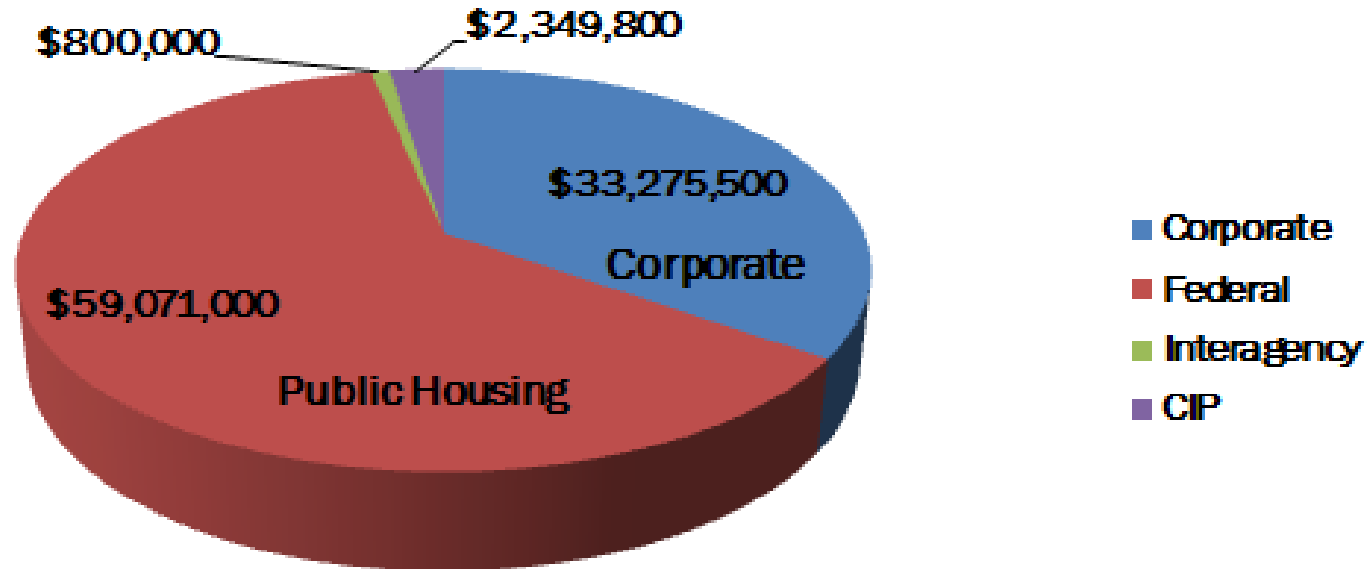


# Key Reductions

## Highlights of Significant Changes (FY05 to FY16)

	A	B	C	D	E	F	G	H	I	J	K
1	DEPARTMENT OF REVENUE										
2											
3	FY	Approp	Alloc	Formula/ NonForm	Category	Description	GF	Other	Fed	Total Funds	Notes
84	FY16	AHFC	AHFC Operations			Cost Control and Operational Efficiencies		(1,028.6)			<p>In an effort to contain costs throughout the budget, the legislature asked AHFC to present a 3% and 8% reduction scenario. The 3% scenario was implemented. The expected impacts as a result include:</p> <p>Deletion of three PFTs (including the Director of Construction); lowering the steps of several PCNs; and reclassifying several positions for a total reduction to the Personal Services Line of \$771.4. The Construction Division has been reorganized to a Facility Management Group and the director position is no longer necessary.</p> <p>Information systems consulting services and maintenance contracts were also reduced by \$257.2. Delays may occur in certain project deliverables, but overall impacts should be manageable.</p>

# AHFC Operating Budget Funding



# Operations Component

	FY2016 Management Plan	FY2017 Governor	FY2017 Changes	% Change
Salaries	41,097,400	41,097,400	-	0.00%
Travel	1,009,600	1,009,600	-	0.00%
Contractual	15,298,700	15,298,700	-	0.00%
Supplies	1,978,500	1,978,500	-	0.00%
Equipment	312,100	312,100	-	0.00%
Grants	33,800,000	35,800,000	2,000,000	5.92%
<b>Total Budget:</b>	<b>93,496,300</b>	<b>95,496,300</b>	<b>2,000,000</b>	<b>2.14%</b>
Corporate	33,275,500	33,275,500	-	0.00%
Federal	57,071,000	59,071,000	2,000,000	3.50%
Interagency	800,000	800,000	-	0.00%
CIP	2,349,800	2,349,800	-	0.00%
<b>Total Funding Sources:</b>	<b>93,496,300</b>	<b>95,496,300</b>	<b>2,000,000</b>	<b>2.14%</b>
Full-Time	313	313	-	0.00%
Part-Time	23	23	-	0.00%
Non Permanent	14	14	-	0.00%
	350	350	-	0.00%

# Capital Budget

AHFC Capital Budget Program	A/D T&P	Corp Dividend	Federal	GF/MH	MHTAAR	Rasmuson	UGF	Total
Rental Assistance for Victims (EHP) – (Dept. of Public Safety)	\$1,500,000							\$1,500,000
AHFC Facility Management Program			\$5,000,000					\$5,000,000
Housing Loan Program - Teacher/Health/Prof. Housing		\$1,000,000				\$1,300,000		\$2,300,000
Cold Climate Housing Research Center (CCHRC)		\$1,000,000						\$1,000,000
Senior Citizens Housing Development Program (SCHDP)						\$1,750,000	\$1,750,000	\$3,500,000
HUD Federal HOME Program		\$750,000	\$3,750,000					\$4,500,000
HUD Capital Fund Program (CFP)			\$2,500,000					\$2,500,000
Federal and Other Competitive Grants		\$1,500,000	\$3,000,000					\$4,500,000
Competitive Grants for Public Housing		\$350,000	\$750,000					\$1,100,000
Supplemental Housing Development Program		\$3,000,000						\$3,000,000
AHFC Energy Programs – Weatherization			\$1,500,000				\$6,600,000	\$8,100,000
MH - Homeless Assistance Program		\$4,396,600		\$850,000	\$850,000		\$1,603,400	\$7,700,000
MH - Beneficiary & Special Needs Housing		\$1,500,000						\$1,500,000
	\$1,500,000	\$13,496,600	\$16,500,000	\$850,000	\$850,000	\$3,050,000	\$9,953,400	\$46,200,000

Thank you