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1 IN THE HOUSE

2 HOUSE BILL NO. 608

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to housing loans; and providing for an
7 effective date."

8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

9 * Section 1. AS 18 is amended by adding a new chapter to read:

10 CHAPTER 58. ALASKA HOUSING MORTGAGE CORPORATION.

11 Sec. 18.58.010. ALASKA HOUSING MORTGAGE CORPORATION. The Alaska
12 Housing Mortgage Corporation is a public corporation and government
13 instrumentality in the Department of Commerce and Economic Development,
14 but with a legal existence independent of and separate from the state.
15 The corporation may not be terminated as long as it has bonds, notes or
16 other obligations outstanding. On termination of the corporation, its
17 rights and property pass to the state.

18 Sec. 18.58.020. CORPORATION GOVERNING BODY. (a) The corporation
19 shall be governed by a board of directors, consisting of the commis-
20 sioner of commerce and economic development and six members appointed by
21 the governor.

22 (b) Board members appointed by the governor serve for three-year
23 terms. The terms of two members appointed by the governor expire on
24 April 30 annually.

25 (c) If a vacancy occurs among the board members appointed by the
26 governor, the governor shall make an appointment, to become effective
27 immediately, for the unexpired portion of the term.

28 (d) Board members serve without compensation except that each
29 member may be reimbursed by the corporation for actual and necessary

1 expenses at the same rate as set out in AS 39.20.180.

2 Sec. 18.58.030. MEETINGS OF BOARD. The board shall elect a chair-
3 man from among its membership at its first meeting in each year. A
4 majority of the members constitutes a quorum for organizing the board,
5 conducting its business, and exercising the powers of the corporation.
6 The board shall meet at the call of its chairman. The board shall meet
7 not less than once each three months.

8 Sec. 18.58.040. MINUTES OF MEETINGS. The board shall keep minutes
9 of each meeting and send a certified copy to the governor.

10 Sec. 18.58.050. ADMINISTRATION OF AFFAIRS. The board shall manage
11 the assets and business of the corporation and may prescribe, amend, and
12 repeal bylaws and regulations governing the manner in which the business
13 of the corporation is conducted and the manner in which its powers are
14 exercised. The board shall delegate supervision of the administration
15 of the corporation to the executive director, appointed in accordance
16 with AS 18.58.060, and may delegate to him other duties it considers
17 proper.

18 Sec. 18.58.060. EXECUTIVE DIRECTOR. The corporation shall employ
19 an executive director, who may not be a member of the board. The
20 executive director shall be appointed by the board and serves at the
21 pleasure of the board.

22 Sec. 18.58.070. LEGAL ADVISOR. The attorney general is the legal
23 counsel for the corporation. He shall advise the corporation in legal
24 matters and represent it in suits.

25 Sec. 18.58.080. EMPLOYMENT OF PERSONNEL. The board may appoint
26 other officers and engage professional and technical advisors as in-
27 dependent contractors. The executive director may hire employees of the
28 corporation and, subject to the approval of the board, engage profes-
29 sional and technical advisors under contract with the corporation. The

1 board shall prescribe the duties and compensation of corporation per-
2 sonnel.

3 Sec. 18.58.090. PERSONNEL EXEMPT FROM STATE PERSONNEL ACT. The
4 personnel of the corporation are exempt from AS 39.25 to the same extent
5 as the personnel of the Alaska State Housing Authority.

6 Sec 18.58.100. INTERDEPARTMENTAL COOPERATION. Departments,
7 agencies, and public corporations of the state may provide information,
8 services, facilities and loans to the corporation upon its request. The
9 corporation may reimburse departments, agencies, and public corporations
10 of the state for loans advanced or for expenses incurred on behalf of
11 the corporation.

12 Sec. 18.58.110. INVESTMENT OF STATE SURPLUS. Notwithstanding
13 other provisions of law, when the commissioner of revenue determines
14 that there is in the state treasury a surplus above an amount sufficient
15 to meet current cash expenditure needs, the surplus may be invested, in
16 addition to the investments permitted by AS 37.10.070(a), in residential
17 mortgages owned by the corporation and secured by real estate in the
18 state, which investments shall be subject to the terms and conditions
19 that the corporation and the commissioner of revenue may provide in any
20 contract of sale. Investments allowed by this section shall be made as
21 provided for other investments of state money under AS 37.10.070(a),
22 (f), (g) and (i). The terms and conditions of a contract of sale autho-
23 rized to be made under this section may include but are not limited to:

24 (1) the investment by the state in a specified or deter-
25 minable amount of mortgages;

26 (2) the existence of a prior lien on and pledge of the mort-
27 gages invested in by the state;

28 (3) provisions relating to the subordination of the state's
29 interest in and application of annual payments of principal and interest

1 or the proceeds of a permitted sale of, or insurance or prepayments on,
2 the mortgages; and

3 (4) the right of the corporation to repurchase the mortgages
4 at a predetermined price.

5 Sec. 18.58.120. ADMINISTRATIVE PROCEDURE. (a) Except for AS 44.-
6 62.310 and 44.62.312, regarding public meetings, and AS 44.62.320(a)
7 regarding legislative review of regulations, the Administrative Pro-
8 cedure Act (AS 44.62) does not apply to this chapter. The corporation
9 shall make available to members of the public copies of the regulations
10 adopted under this section. Within 45 days after adoption, the chairman
11 of the board shall submit a regulation adopted under this section to the
12 chairman of the Administrative Regulation Review Committee under AS 24.-
13 20.400 - 24.20.460.

14 (b) The board may adopt regulations to carry out the purposes of
15 this chapter by motion or by resolution or in any other manner permitted
16 by its bylaws.

17 Sec. 18.58.130. GENERAL POWERS. In addition to other powers
18 granted in this chapter, the corporation may

19 (1) sue and be sued in its own name;

20 (2) adopt an official seal;

21 (3) adopt bylaws for the regulation of its affairs and the
22 conduct of its business;

23 (4) receive, administer, and comply with the conditions and
24 requirements relating to an appropriation or gift, grant or donation of
25 property or money;

26 (5) make and execute agreements, contracts, and other instru-
27 ments necessary or convenient in the exercise of the powers and func-
28 tions of the corporation under this chapter, including contracts with
29 any person, firm, corporation, governmental agency or other entity;

1 (6) borrow money as provided in this chapter to carry out its
2 corporate functions, and issue its obligations as evidence of the bor-
3 rowing;

4 (7) procure insurance against a loss in connection with its
5 operation;

6 (8) purchase mortgage loans from private financial institu-
7 tions in the state in accordance with AS 18.58.140;

8 (9) do all acts necessary, convenient or desirable to carry
9 out the powers expressly granted or necessarily implied in this chapter.

10 Sec. 18.58.140. PURCHASE OF MORTGAGE LOANS. (a) The corporation
11 shall enter into contracts with private financial institutions in the
12 state to purchase housing mortgages issued by the private financial
13 institutions subject to the availability of money from appropriations to
14 the housing mortgage fund (AS 18.58.150) and from the sale of its bonds
15 and subject to the limitations in this section.

16 (b) The corporation may only purchase housing mortgages which are
17 for residential housing. In this subsection, "residential housing"
18 means a specific work or improvement undertaken primarily to provide
19 dwelling accommodations without limitation as to form of lawful occu-
20 pancy, whether rental, under contract, fee ownership, cooperative
21 housing, condominium or other lawful forms of ownership. "Residential
22 housing" may include the acquisition, construction, improvement or
23 rehabilitation of land and buildings.

24 (c) The corporation may only purchase mortgages which are con-
25 sidered by the corporation to be of the quality, type, and class to meet
26 the purchase standards imposed by private institutional mortgage in-
27 vestors.

28 (d) A contract entered into under this section shall provide that
29 the loan for which the mortgage to be purchased by the corporation is

1 made may not bear interest exceeding nine and one-half percent. The
2 contract shall also provide that the corporation agrees to purchase the
3 mortgage at a price which would be fair and reasonable if the underlying
4 loan were made at the then prevailing market rate of interest for
5 housing loans.

6 (e) The portion of the purchase price of a mortgage under this
7 section represented by the difference between the price to be paid for
8 the mortgage and the price which would be fair and reasonable for the
9 same mortgage if the loan for which the mortgage is made bore interest
10 at nine and one-half percent shall be paid from the housing mortgage
11 fund (AS 18.58.150) in accordance with the provisions of AS 18.58.150.

12 (f) The board shall adopt regulations in accordance with AS 18.-
13 58.120 for the administration of this section.

14 Sec. 18.58.150. HOUSING MORTGAGE FUND. (a) There is a special
15 fund of the state to be known as the housing mortgage fund which shall
16 be completely segregated and set apart from all other funds of the
17 state, and which is a trust fund for the uses and purposes of this
18 section and into and from which money shall be paid as provided in this
19 section. The housing mortgage fund shall be held by the commissioner of
20 revenue, subject to the power of the commissioner of commerce and eco-
21 nomic development to enter into and perform agreements for the use of
22 money in the housing mortgage fund and to pledge, assign or grant in-
23 terest in the housing mortgage fund as provided in this section. The
24 commissioner of commerce and economic development may enter into agree-
25 ments with the corporation for the exercise of a power or approval
26 relating to the housing mortgage fund under this section, including,
27 without limitation, agreements as to the use of money in the housing
28 mortgage fund, and agreements regarding the terms and conditions upon
29 which payments from the housing mortgage fund shall be made to the

1 corporation for mortgage loans purchased under AS 18.58.140. In con-
2 nection with these agreements the commissioner of commerce and economic
3 development may pledge, assign, or grant other interests in the housing
4 mortgage fund to the corporation as may be necessary or appropriate in
5 connection with the purchase of mortgage loans.

6 (b) The housing mortgage fund may be used only for the purpose
7 described in AS 18.58.140(e).

8 Sec. 18.58.160. BONDS AND NOTES. (a) The corporation, by resolu-
9 tion, may issue bonds and bond anticipation notes in order to provide
10 funds to carry out its purposes.

11 (b) The principal and interest on these bonds or notes is payable
12 from corporation funds, excluding funds in the housing mortgage fund.
13 Bond anticipation notes may be payable from the proceeds of the sale of
14 bonds or from the proceeds of sale of other bond anticipation notes, or
15 if bond or bond anticipation note proceeds are not available, the notes
16 may be paid from other funds or assets of the corporation. Bonds or
17 notes may be additionally secured by a pledge of a grant or contribution
18 from the federal government, or a corporation, association, institution
19 or person, or a pledge of money, income, or revenues of the corporation
20 from any source.

21 (c) Bonds or bond anticipation notes may be issued in one or more
22 series and shall be dated, bear interest at the rate or rates per year
23 or within the maximum rate, be in the denomination, be in the form,
24 either coupon or registered, carry the conversion or registration pro-
25 visions, have the rank or priority, be executed in the manner and form,
26 be payable from the sources in the medium of payment and place or places
27 inside or outside the state, be subject to authentication by a trustee
28 or fiscal agent, and be subject to the terms of redemption with or
29 without premium, as the resolution of the corporation may provide. Bond

1 anticipation notes shall mature at the time or times as may be deter-
2 mined by the corporation. Bonds shall mature at a time, not exceeding
3 50 years from their date, as may be determined by the corporation.
4 Before the preparation of definitive bonds or bond anticipation notes,
5 the corporation may issue interim receipts or temporary bonds or bond
6 anticipation notes, with or without coupons, exchangeable for bonds or
7 bond anticipation notes when these definitive bonds or bond anticipation
8 notes have been executed and are available for delivery.

9 (d) Bonds or bond anticipation notes may be sold in the manner, on
10 the terms, and at the price the corporation determines.

11 (e) If an officer whose signature or a facsimile of whose signa-
12 ture appears on bonds or notes or coupons attached to them ceases to be
13 an officer before the delivery of the bond, note or coupon, his signa-
14 ture or facsimile is valid the same as if he had remained in office
15 until delivery.

16 (f) In a resolution of the corporation authorizing or relating to
17 the issuance of bonds or bond anticipation notes, the corporation has
18 power by provisions in the resolution which will constitute covenants
19 of the corporation and contracts with the holders of the bonds or bond
20 anticipation notes

21 (1) to pledge to a payment or purpose all or any part of its
22 revenues to which its right then exists or may thereafter come into
23 existence, and the money derived from the revenues, and the proceeds of
24 any bonds or notes;

25 (2) to covenant against pledging all or any part of its
26 revenues, or against permitting or suffering a lien on the revenues or
27 its property;

28 (3) to covenant as to the use and disposition of any and all
29 payments of principal or interest received by the corporation on mort-

1 gage loans or other investments held by the corporation;

2 (4) to covenant as to establishment of reserves or sinking
3 funds and the making of provision for and the regulation and disposition
4 of the reserves or sinking funds;

5 (5) to covenant for or against limitations on a right to
6 sell or otherwise dispose of property of any kind;

7 (6) to covenant as to bonds and notes to be issued, and their
8 limitations, terms and conditions, and as to the custody, application
9 and disposition of the proceeds of the bonds and notes;

10 (7) to covenant as to the issuance of additional bonds or
11 notes, or as to limitations on the issuance of additional bonds or notes
12 and the incurring of other debts;

13 (8) to covenant as to the payment of the principal of or
14 interest on the bonds or notes, as to the sources and methods of the
15 payment, as to the rank or priority of the bonds or notes with respect
16 to a lien or security, or as to the acceleration of the maturity of the
17 bonds or notes;

18 (9) to provide for the replacement of lost, stolen, destroyed
19 or mutilated bonds or notes;

20 (10) to covenant against extending the time for the payment
21 of bonds or notes or interest on the bonds or notes;

22 (11) to covenant as to the redemption of bonds or notes and
23 privileges of their exchange for other bonds or notes of the corpora-
24 tion;

25 (12) to covenant to create or authorize the creation of
26 special funds of money to be held in pledge or otherwise for operating
27 expenses, payment or redemption of bonds or notes, reserves or other
28 purposes, and as to the use and disposition of the money held in the
29 funds;

1 (13) to establish the procedure, if any, by which the terms of
2 a contract or covenant with or for the benefit of the holders of bonds
3 or notes may be amended or abrogated, the amount of bonds or notes the
4 holders of which must consent to amendment or abrogation, and the manner
5 in which the consent may be given;

6 (14) to covenant as to the custody of any of its properties
7 or investments, their safekeeping and insurance, and the use and dis-
8 position of insurance money;

9 (15) to covenant as to the time or manner of enforcement or
10 restraint from enforcement of any rights of the corporation arising by
11 reason of or with respect to nonpayment of principal or interest of
12 mortgage loans;

13 (16) to provide for the rights and liabilities, powers and
14 duties arising upon the breach of a covenant, condition or obligation,
15 and to prescribe the events of default and the terms and conditions upon
16 which any or all the bonds, notes or other obligations of the corpora-
17 tion become or may be declared due and payable before maturity and the
18 terms and conditions upon which any such declaration and its conse-
19 quences may be waived;

20 (17) to vest in a trustee or trustees inside or outside the
21 state such property, rights, powers and duties in trust as the corpora-
22 tion may determine, which may include any or all of the rights, powers
23 and duties of any trustee appointed by the holders of bonds or notes,
24 and to limit or abrogate the right of the holders of bonds or notes of
25 the corporation to appoint a trustee under this chapter or limit the
26 rights, powers and duties of the trustee;

27 (18) to pay the costs or expenses incident to the enforcement
28 of the bonds or notes or of the provisions of the resolution or of a
29 covenant or agreement of the corporation with the holders of its bonds

1 or notes;

2 (19) to agree with a corporate trustee which may be a trust
3 company or bank having the powers of a trust company inside or outside
4 the state as to the pledging or assigning of revenues or funds to which
5 or in which the corporation has rights or interest; the agreement may
6 further provide for such other rights and remedies exercisable by the
7 trustee as may be proper for the protection of the holders of bonds or
8 notes of the corporation and not otherwise in violation of law and may
9 provide for the restriction of the rights of an individual holder of
10 bonds or notes of the corporation;

11 (20) to appoint and provide for the duties and obligations of
12 a paying agent or paying agents, or such other fiduciaries as the reso-
13 lution may provide inside or outside the state;

14 (21) to limit the rights of the holders of bonds or notes to
15 enforce a pledge or covenant securing bonds or notes;

16 (22) to make covenants other than and in addition to the
17 covenants expressly authorized in this section, of like or different
18 character, and to make the covenants to do or refrain from doing such
19 acts and things as may be necessary, or convenient and desirable, in
20 order to better secure bonds or notes or which, in the absolute dis-
21 cretion of the corporation, will tend to make bonds or notes more mar-
22 ketable, notwithstanding that the covenants, acts or things may not be
23 enumerated in this section.

24 Sec. 18.58.170. VALIDITY OF ANY PLEDGE. The pledge of assets or
25 revenues of the corporation to the payment of the principal or interest
26 on obligations of the corporation is valid and binding from the time the
27 pledge is made and any such assets or revenues are immediately subject
28 to the lien of the pledge without physical delivery or further act. The
29 lien of a pledge is valid and binding against all parties having claims

1 of any kind in tort, contract or otherwise against the corporation,
2 irrespective of whether those parties have notice of the lien of the
3 pledge. Nothing in this section prohibits the corporation from selling
4 assets subject to a pledge, except that a sale may be restricted by the
5 trust agreement or resolution providing for the issuance of the obliga-
6 tions.

7 Sec. 18.58.180. CAPITAL RESERVE FUND. (a) For the purpose of
8 securing any one or more issues of its obligations, the corporation may
9 establish one or more special funds, called "capital reserve funds", and
10 shall pay into those capital reserve funds (1) any money appropriated
11 and made available by the state for the purpose of any of those funds,
12 (2) any proceeds of the sale of its obligations, to the extent provided
13 in the resolution or resolutions of the corporation authorizing their
14 issuance, and (3) any other money which may be made available to the
15 corporation for the purposes of those funds from any other source. All
16 money held in a capital reserve fund, except as provided in this sec-
17 tion, shall be used as required, solely for (1) the payment of the
18 principal of obligations or of the sinking fund payments for those
19 obligations, (2) the purchase or redemption of obligations, (3) the
20 payment of interest on obligations, or (4) the payment of any redemption
21 premium required to be paid when those obligations are redeemed before
22 maturity; however, money in a fund may not be withdrawn from it at any
23 time in an amount which would reduce the amount of that fund to less
24 than the capital reserve requirement set out in (b) of this section,
25 except for the purpose of making, with respect to those obligations,
26 payment, when due, of principal, interest, redemption premiums and the
27 sinking fund payments for the payment of which other money of the cor-
28 poration is not available. Income or interest earned by, or increment
29 to, a capital reserve fund, due to the investment of the fund or any

1 other amounts in it, may be transferred by the corporation to other
2 funds or accounts of the corporation to the extent that the transfer
3 does not reduce the amount of the capital reserve fund below the capital
4 reserve fund requirement.

5 (b) If the corporation decides to issue obligations secured by a
6 capital reserve fund, the obligations may not be issued if the amount in
7 the capital reserve fund is less than such a percent, not exceeding 10
8 percent of the principal amount of all of those obligations secured by
9 that capital reserve fund then to be issued and then outstanding in
10 accordance with their terms, as may be established by resolution of the
11 corporation (called the "capital reserve fund requirement"), unless the
12 corporation, at the time of issuance of the obligations, deposits in the
13 capital reserve fund from the proceeds of the obligations to be issued
14 or from other sources, an amount which, together with the amount then in
15 the fund, will not be less than the capital reserve fund requirement.

16 (c) In computing the amount of a capital reserve fund for the
17 purpose of this section, securities in which all or a portion of the
18 funds are invested shall be valued at par or, if purchased at less than
19 par, at amortized costs as the term is defined by resolution of the
20 corporation authorizing the issue of the obligations, or by some other
21 reasonable method established by the corporation by resolution. Valua-
22 tion on a particular date shall include the amount of any interest
23 earned or accrued to that date.

24 (d) To assure the continued operation and solvency of the corpora-
25 tion for the carrying out of its corporate purposes, provision is made
26 in (a) of this section for the accumulation in capital reserve funds of
27 an amount equal to their capital reserve fund requirement.

28 (e) The chairman of the corporation shall annually, no later than
29 January 2, make and deliver to the governor and chairmen of the house

1 and senate finance committees his certificate stating the sum, if any,
2 required to restore any capital reserve fund to the capital reserve fund
3 requirement. The legislature may appropriate such a sum, and all sums
4 appropriated during the then current fiscal year by the legislature for
5 the restoration shall be deposited by the corporation in the proper
6 capital reserve fund. Nothing in this section creates a debt or lia-
7 bility of the state.

8 (f) Whenever the corporation has created and established a capital
9 reserve fund, the commissioner of revenue may lend surplus money in the
10 general fund to the corporation for deposit in a capital reserve fund in
11 an amount equal to the capital reserve fund requirement. The loans
12 shall be made on the terms and conditions agreed upon by the commis-
13 sioner of revenue and the corporation, including without limitation
14 terms and conditions providing that the loans need not be repaid until
15 the obligations of the corporation secured and to be secured by the
16 capital reserve fund are no longer outstanding.

17 Sec. 18.58.190. REMEDIES. A holder of obligations or coupons
18 attached to them issued under the provisions of this chapter, and a
19 trustee under a trust agreement or resolution authorizing the issuance
20 of the obligations, except as restricted by a trust agreement or reso-
21 lution, either at law or in equity, may enforce all rights granted under
22 this section or under the trust agreement or resolution, or under any
23 other contract executed by the corporation under this chapter, and may
24 enforce and compel the performance of all duties required by this chap-
25 ter or by the trust agreement or resolution to be performed by the
26 corporation or by an officer of it.

27 Sec. 18.58.200. NEGOTIABLE INSTRUMENTS. All obligations and
28 interest coupons attached to them are negotiable instruments under the
29 laws of this state, subject only to applicable provisions for registra-

1 tion.

2 Sec. 18.58.210. OBLIGATIONS ELIGIBLE FOR INVESTMENT. Obligations
3 issued under the provisions of this chapter are securities in which all
4 public officers and public bodies of the state and its political sub-
5 divisions, all insurance companies, trust companies, banking associa-
6 tions, investment companies, executors, administrators, trustees and
7 other fiduciaries may properly and legally invest funds, including
8 capital in their control or belonging to them. These obligations may be
9 deposited with any state or municipal officer of an agency or political
10 subdivision of the state for any purpose for which the deposit of bonds,
11 notes or obligations of the state is authorized by law.

12 Sec. 18.58.220. REFUNDING OBLIGATIONS. (a) The corporation may
13 provide for the issuance of refunding obligations for the purpose of
14 refunding obligations then outstanding which have been issued under the
15 provisions of this chapter, including the payment of a redemption pre-
16 mium on them and interest accrued or to accrue to the date of redemption
17 of the obligations. The issuance of the obligations, the maturities and
18 other details of them, the rights of the holders of them, and the
19 rights, duties and obligations of the corporation in respect to them are
20 governed by the provisions of this chapter which relate to the issuance
21 of obligations, insofar as those provisions may be appropriate.

22 (b) Refunding obligations may be sold or exchanged for outstanding
23 obligations issued under this chapter and, if sold, the proceeds may be
24 applied, in addition to any other authorized purposes, to the purchase,
25 redemption or payment of the outstanding obligations. Pending the
26 application of the proceeds of refunding obligations, with any other
27 available funds, to the payment of the principal, accrued interest and
28 any redemption premium on the obligations being refunded, and, if so
29 provided or permitted in the resolution authorizing the issuance of the

1 refunding obligations or in the trust agreement securing them, to the
2 payment of any interest on the refunding obligations and any expenses in
3 connection with the refunding, the proceeds may be invested in direct
4 obligations of, or obligations the principal of and the interest on
5 which are unconditionally guaranteed by, the United States of America
6 which mature or which will be subject to redemption, at the option of
7 the holders of them, not later than the respective dates when the pro-
8 ceeds, together with the interest accruing on them, will be required for
9 the purposes intended.

10 Sec. 18.58.230. CREDIT OF STATE NOT PLEDGED. (a) Obligations
11 issued under the provisions of this chapter do not constitute a debt,
12 liability or obligation of the state or of a political subdivision of
13 the state or a pledge of the faith and credit of the state or of the
14 political subdivision but are payable solely from the revenues or assets
15 of the corporation. Each obligation issued under this chapter shall
16 contain on its face a statement that the corporation is not obligated to
17 pay it nor the interest on it except from the revenues or assets pledged
18 for it and that neither the faith and credit nor the taxing power of the
19 state or of a political subdivision of the state is pledged to the
20 payment of the principal of or the interest on the obligation.

21 (b) Expenses incurred by the corporation in carrying out the
22 provisions of this chapter are payable from funds provided under this
23 chapter and no liability may be incurred by the corporation in excess of
24 these funds.

25 Sec. 18.58.240. OFFICERS NOT LIABLE. A member or other officer of
26 the corporation is not subject to personal liability or accountability
27 by reason of his execution of obligations or the issuance of them.

28 Sec. 18.58.250. ANNUAL REPORT. The corporation shall prepare and
29 transmit annually a report accounting to the governor and the legisla-

1 ture for the efficient discharge of all responsibility assigned by law
2 or by directive to the corporation.

3 Sec. 18.58.260. DEFINITIONS. In this chapter

4 (1) "corporation" means the Alaska Housing Mortgage Corpora-
5 tion created by this chapter;

6 (2) "board" means the board of directors of the corporation;

7 (3) "governmental agency" means a department, division,
8 public agency, political subdivision, or other public instrumentality of
9 the state or federal government;

10 (4) "obligations" means bonds or bond anticipation notes
11 authorized to be issued by the corporation under the provisions of this
12 chapter.

13 * Sec. 2. AS 18.56.010; 18.56.085; 18.56.088; 18.56.090(1) - (5), (7),
14 (12) - (16), (22), (24) - (27); 18.56.092; 18.56.094; 18.56.100; 18.56.110;
15 18.56.115; 18.56.120; and 18.56.130 - 18.56.180 are repealed.

16 * Sec. 3. This Act takes effect immediately in accordance with AS 01.10.-
17 070(c).