

Amended: 4/22/89
Offered: 4/20/89
Referred: Rules

6-1099E

Original sponsors: Uehling and
Sturgulewski

1 IN THE SENATE BY THE FINANCE COMMITTEE
2 CS FOR SENATE CONCURRENT RESOLUTION NO. 28 (Finance) am
3 IN THE LEGISLATURE OF THE STATE OF ALASKA
4 SIXTEENTH LEGISLATURE - FIRST SESSION
5 Establishing a Housing Finance Task
6 Force to review and recommend changes to
7 publicly-assisted residential finance
8 programs.
9 BE IT RESOLVED BY THE LEGISLATURE OF THE STATE OF ALASKA:
10 WHEREAS the State of Alaska has created a substantial public financing
11 system designed to assist Alaska homebuyers and has provided more than
12 \$1,000,000,000 of capital as well as bonding authority to initiate and
13 sustain these loan programs; and
14 WHEREAS the management of these loan programs has been assigned to
15 several agencies, including executive departments and public corporations;
16 and
17 WHEREAS the Alaska residential housing market has evolved tremendously
18 since most of these loan programs were established; and
19 WHEREAS, due to recent economic hardship, these agencies have taken
20 possession of hundreds of residential properties throughout the state; and
21 WHEREAS scrutiny of the state's initial capital investment, outstand-
22 ing bonded indebtedness incurred by these agencies, authorities, and public
23 corporations, and the reinvestment of income earned from residential loans
24 requires the expertise of the agencies, authorities, and public corpora-
25 tions currently involved;
26 BE IT RESOLVED by the Alaska State Legislature that a Housing Finance
27 Task Force is established to review and analyze the publicly-assisted
28 residential finance programs, including but not limited to housing loan
29 programs managed by the Alaska Housing Finance Corporation and the

1 Department of Community and Regional Affairs; and be it

2 FURTHER RESOLVED that the task force shall report to the legislature
3 by the 15th day of the Second Session of the Sixteenth Alaska State Legis-
4 lature summarizing the financial condition of all state-assisted residen-
5 tial loan programs, guidelines governing each of the loan programs, and the
6 status and condition of any bonds sold to capitalize these loans; and be it

7 FURTHER RESOLVED that the task force shall review the current sub-
8 sidies of the loan programs and make recommendations as to the gradual
9 phasing down or elimination of these subsidies, returning to the state its
10 initial investment in the loan programs, the options available to the
11 legislature regarding efficiency changes in the management structure of
12 those programs, and the possibility of privatizing the state's involvement
13 in the residential loan market; and be it

14 FURTHER RESOLVED that the task force shall review the proposal which
15 would require the Alaska Housing Finance Corporation to purchase mortgage
16 loans from the housing assistance loan fund, the effects of this policy on
17 each of the loan programs, whether the purchases should be at par value or
18 at market value and, if at market value, an appropriate method for
19 determining that value, and the long-term anticipated demand for residen-
20 tial loans through the housing assistance loan fund; and be it

21 FURTHER RESOLVED that the task force shall consist of 10 members,
22 including three members of the Senate to be appointed by the president of
23 the Senate; three members of the House of Representatives to be appointed
24 by the speaker of the House; the director of the rural development division
25 of the Department of Community and Regional Affairs; the executive director
26 of the Alaska Housing Finance Corporation; the executive director of the
27 Alaska State Housing Authority; and the executive director of the Alaska
28 Housing Market Council; and be it

29 FURTHER RESOLVED that the Housing Finance Task Force terminates when

1 the task force submits its report.