

HOUSE CS FOR CS FOR SENATE BILL NO. 163 (FINANCE)

IN THE LEGISLATURE OF THE STATE OF ALASKA

SEVENTEENTH LEGISLATURE - FIRST SESSION

BY THE HOUSE FINANCE COMMITTEE

Offered: 5/10/91
Referred: Rules

Sponsor(s): SENATORS ADAMS, Pourchot, Halford

A BILL

FOR AN ACT ENTITLED

1 "An Act relating to the budget and finances of the Alaska Housing Finance Corporation
2 and the Alaska Industrial Development and Export Authority."

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

4 * Section 1. AS 18.56.089 is amended to read:

5 Sec. 18.56.089. COMPLIANCE WITH EXECUTIVE BUDGET ACT;
6 CORPORATION FINANCES. (a) The operating budget of the corporation is subject to
7 AS 37.07 (Executive Budget Act) [THE EXECUTIVE BUDGET ACT (AS 37.07)].

8 (b) To further ensure effective budgetary decision making by the legislature, the
9 corporation shall

10 (1) annually review the corporation's assets, including the assets of the Alaska
11 housing finance revolving fund under AS 18.56.082, to determine whether assets of the
12 corporation exceed an amount required to fulfill the purposes of the corporation as defined
13 in this chapter; in making its review, the board shall determine whether, and to what
14 extent, assets in excess of the amount required to fulfill the purposes of the corporation

1 during the next fiscal year are available without

2 (A) breaching any agreement entered into by the corporation;

3 (B) materially impairing the operations or financial integrity of the
4 corporation; or

5 (C) materially affecting the ability of the corporation to

6 (i) stabilize the market price of and demand for residential
7 housing; and

8 (ii) ensure an adequate long-term supply of residential housing
9 for persons of lower and moderate income; and

10 (2) present [A COMPLETE ACCOUNTING OF ALL ASSETS OF THE
11 CORPORATION, INCLUDING ASSETS OF THE ALASKA HOUSING FINANCE
12 REVOLVING FUND,] to the legislature by January 10 of each year a complete accounting of
13 all assets of the corporation, including assets of the Alaska housing finance revolving fund
14 under AS 18.56.082, and a report of the review and determination made under (1) of this
15 subsection; the [. THE] accounting shall be audited by an independent outside auditor and
16 must [SHALL] include a full description of all mortgage loan interest and principal repayments
17 and program receipts, including

18 (A) mortgage loan commitment fees [,] received by or accrued to the
19 corporation during the preceding fiscal year, and

20 (B) all income earned on assets of the corporation during that period,
21 including earnings on assets of the state assisted mortgage fund.

22 * Sec. 2. AS 44.88.205 is amended to read:

23 Sec. 44.88.205. COMPLIANCE WITH EXECUTIVE [OPERATING] BUDGET ACT;
24 AUTHORITY FINANCES. (a) The [FOR FISCAL YEARS BEGINNING AFTER JUNE 30,
25 1981, THE] operating budget of the authority is subject to AS 37.07 (Executive Budget Act).

26 * Sec. 3. AS 44.88.205 is amended by adding a new subsection to read:

27 (b) To further ensure effective budgetary decision making by the legislature, the authority
28 shall

29 (1) annually review the authority's assets to determine whether assets of the
30 authority exceed an amount required to fulfill the purposes of the authority as defined in this
31 chapter; in making its review, the members of the authority shall determine whether, and to what

1 extent, assets in excess of the amount required to fulfill the purposes of the authority during at
2 least the next fiscal year are available without

3 (A) breaching any agreement entered into by the authority;

4 (B) materially impairing the operations or financial integrity of the
5 authority; or

6 (C) materially affecting the ability of the authority to fulfill the authority's
7 purposes set out in AS 44.88.070; and

8 (2) present to the legislature by January 10 of each year a complete accounting
9 of all assets of the authority and a report of the review and determination made under (1) of this
10 subsection; the accounting shall be audited by the auditor who conducts the audit required by
11 AS 44.88.200 and must include a full description of all loan interest and principal payments and
12 program receipts, including

13 (A) loan commitment fees received by or accrued to the authority during
14 the preceding fiscal year, and

15 (B) all income earned on assets of the authority during that period.