

HB

370

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FILE

FISCAL NOTE

STATE OF ALASKA
2002 LEGISLATIVE SESSION

Fiscal Note Number: 2
 Bill Version: HB 370
 (H) Publish Date: 2/1/02

Revision Date/Time (Note if correction): _____ Dept. Affected: GOV
 Title An Act relating to the issuance of BRU Elections
revenue bonds by AHFC for veteran mortgages Component Elections
 Sponsor Rules
 Requester Governor Component No. 21

Expenditures/Revenues (Thousands of Dollars)

Note: Amounts do not include inflation unless otherwise noted below.

OPERATING EXPENDITURES	FY 2003	FY 2004	FY 2005	FY 2006	FY 2007	FY 2008
Personal Services						
Travel						
Contractual	1.5					
Supplies						
Equipment						
Land & Structures						
Grants & Claims						
Miscellaneous						
TOTAL OPERATING	1.5	0.0	0.0	0.0	0.0	0.0

CAPITAL EXPENDITURES						
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CHANGE IN REVENUES ()						
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FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF	1.5					
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other (Specify Type--Do not abbreviate)						
TOTAL	1.5	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY2002) cost: 0.0

Check this box (X) if funding for this bill is included in the Governor's FY 2003 budget proposal:

POSITIONS

Full-time						
Part-time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

This figure includes the cost of providing information about this issue in the Official Election Pamphlet, as required by AS 15.58. If this measure requires the printing an 8-1/2 by 18 inch ballot, the cost will increase by \$22.0.

Prepared by: Gail Fenuniai, Election Programs Specialist
 Division: Division of Elections
 Approved by: Lieutenant Governor Fran Ulmer
 Agency: Office of the Lieutenant Governor

Phone: 465-3935
 Date/Time: 11/20/01 3:36 PM
 Date: 11/20/2001

FISCAL NOTE

STATE OF ALASKA
2002 LEGISLATIVE SESSION

Fiscal Note Number: 1
 Bill Version: HB 370
 (H) Publish Date: 2/1/02

Revision Date/Time (Note if correction): _____ Dept. Affected: Revenue
 Title: Authorizing a public vote on state-guaranteed veterans mortgage bonds BRU: Alaska Housing Finance Corp
 Component: Operations
 Sponsor: Rules Committee
 Requester: Governor Component No. 110

Expenditures/Revenues (Thousands of Dollars)

Note: Amounts do not include inflation unless otherwise noted below.

OPERATING EXPENDITURES	FY 2003	FY 2004	FY 2005	FY 2006	FY 2007	FY 2008
Personal Services						
Travel						
Contractual						
Supplies						
Equipment						
Land & Structures						
Grants & Claims						
Miscellaneous						
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0

CAPITAL EXPENDITURES						
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CHANGE IN REVENUES ()						
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FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 C/F/Program Receipts						
1037 GF/Mental Health						
Other (Specify Type--Do not abbreviate)						
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY2002) cost: 0.0
 Check this box (X) if funding for this bill is included in the Governor's FY 2003 budget proposal:

POSITIONS

Full-time						
Part-time						
Temporary						

ANALYSIS: *(Attach a separate page if necessary)*
 This legislation authorizes a statewide public vote on \$500 million in revenue bonds to finance the Veterans Mortgage Program (VMP). Alaska is one of five states in the nation that established this program under the federal tax code. AHFC administers the program on behalf of the state.

 Costs associated with the issuance of these bonds are anticipated to be covered with annual operating budget authorizations. Anticipated costs will be related to voter information dissemination about the bonds and the program. No additional budget authorization is necessary for these activities.

 If approved by voters, bond issuances in the future will be done based on loan demand.

Prepared by: John Bitney, Legislative Liaison Phone 330-8445
 Division: AHFC Date/Time 1/29/02 1:32 PM
 Approved by: Larry Persily, Deputy Commissioner Date 01/29/2002
 Agency: Department of Revenue



TONY KNOWLES
GOVERNOR
governor@gov.state.ak.us

STATE OF ALASKA
OFFICE OF THE GOVERNOR
JUNEAU

HB 370
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January 29, 2002

The Honorable Brian Porter
Speaker of the House
Alaska State Legislature
State Capitol
Juneau, Alaska 99801-1182

Dear Speaker Porter:

Alaska has the highest per capita percentage of veterans of any state in the nation. We must send the clear message that our state recognizes and appreciates those who have served. This bill I am transmitting is one in a package of legislation I am introducing this year to offer tribute to our veterans. It continues the state's history of authorizing bonds for guaranteed veteran housing loans.

The State of Alaska is one of only five states that receives favorable treatment under the Internal Revenue Code for guaranteed veterans bonds. This program is designed to provide the lowest possible interest rates to our veterans, without any income limitations.

The accompanying bill is the first step in allowing the state to continue to take advantage of this worthwhile program. It would provide for a statewide vote at the next general election on authorizing \$500 million in Alaska Housing Finance Corporation (AHFC) bonds for qualifying veterans. This would be the fifth such bond approval; the voters authorized a total of \$2.2 billion in state-guaranteed AHFC veterans bonds in four separate elections between 1982 and 1986. The AHFC has issued nearly all of those bonds, requiring a new authorization.

The need for continuing this guaranteed housing loan program for veterans may well increase. Congress is considering expanding the current Internal Revenue Service Code definition of "qualified veterans," which now limits participants to those who served in the military before January 1, 1977 and were honorably discharged within the last 30 years. I support extending the program to veterans who have served in more recent years. If this effort succeeds, the veteran's mortgage program in this state would see a dramatic increase in home loans to qualifying individuals -- all the more reason to allow this question to be placed on the statewide ballot.

Sincerely,

A handwritten signature in black ink that reads "Tony Knowles".
Tony Knowles
Governor

Veterans Mortgage Program

The Veterans Mortgage Program offers financing for qualified veterans at lower interest rates. Active duty service in the Armed Forces, Public Health Service, NOAA or service as a cadet at the US Military, Air Force, Coast Guard or Naval Academy may qualify.

Eligible Borrowers:

- Veterans must have entered active duty service prior to January 1, 1977 and not have been discharged more than 30 years prior to the date of application to AHFC.
- Veterans must be credit qualified residents of the State of Alaska.

Eligible Properties:

- Owner-occupied single-family residences, condominiums, units within a PUD, duplexes, triplexes, fourplexes and Type I mobile homes.
- On 2-4 family dwellings, all units must have been in existence and initially occupied as a multi-family residence for at least the preceding five years.

Loan Amount:

- For maximum loan amounts for AHFC programs ([click here](#)).

Loan Terms:

- Fixed interest rate for 15 or 30 years.

Down Payment:

- Conventional loans – A minimum of 5% on single-family residences, .0% for duplexes, and 20% for triplexes and fourplexes.
- Down payment requirements for federally insured or guaranteed loans may be lower.

Criteria:

- If there is more than one borrower and the applicants are unmarried, both borrowers must be qualified veterans.
- The Certificate of Veterans Eligibility or a Title 38 letter and a copy of the applicants DD214 are used to determine program eligibility.

Assumptions:

- Assumable by qualified veterans.

Add on Options:

- [Affordable Housing Enhanced Loan Program \(AHELP\)](#)



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April 4, 2002

Representative John Coghill, Chairman
House State Affairs Committee
State Capitol Building
Juneau, Alaska

In Re: HB370, Authorization for Veteran Mortgage Revenue Bonds

Dear Representative Coghill:

This letter is to both request your consideration for hearing HB370, an Act authorizing state-guaranteed bonds for the Veteran's Mortgage Program, and also to provide some background information regarding the program.

HB 370 provides for a vote of the people at the next general election on the question of the State authorizing the guarantee of \$500,000,000 of Alaska Housing Finance Corporation bonds for qualifying veterans. A total amount of \$2,200,000 of State-guaranteed veterans bonds has been authorized to be issued by the Corporation by four state-wide voted bond propositions. The affirmative state-wide votes for these bond propositions occurred in 1982, 1983, 1984, and 1986.

Although the bonds are general obligations of the State of Alaska which must be voted, the issuance of the bonds has not affected the State's credit in any way. The rating agencies consider that for practical purposes these are not to be counted against the State's bond capacity because the bonds are fully supported by mortgages of the Corporation. These mortgages are largely guaranteed by federal agencies, such as the Veterans Administration.

AHFC, in fact, is closing on a \$50,000,000 Veterans Mortgage Bond sale over the next two days. These bonds achieved a triple A rating. A copy of the rating provided by Moody's Investor Services is being sent with this letter.

Bonds under this program provide funds for low-interest home loans to qualified veterans. A qualified veteran is someone who has served in active duty prior to January 1, 1977 and not have been discharged more than 30 years prior to the date of loan application.



"HOUSING FOR ALASKANS"



FISCAL NOTE

STATE OF ALASKA
2002 LEGISLATIVE SESSION

BILL NO. HB524

ANALYSIS CONTINUATION

It is anticipated that these bonds will be sold on a competitive basis, with the bonds being awarded to the bidder with the lowest true interest cost. As this structure almost always results in a net premium bond position, it is expected the bonds will be remarketed and the premium used to pay the underwriter's sales force and expenses. The cost of remarketing these bonds is estimated at \$500,000.

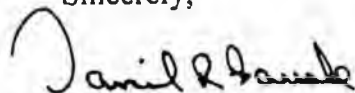
Assuming an interest rate of 4.85% (approximately 25 basis points higher than current rates), and a 20-year term, the annual debt service would be approximately \$7.7 million per year beginning in FY2004. If this rate increases by 1% prior to selling bonds, the annual cost would increase to \$8.4 million.

Alaska receives favorable treatment under the Internal Revenue Code since it issued guaranteed veterans bonds between January 1, 1979 and June 22, 1984 in large amounts. Annual issuance of the average of those years is permitted under the Code. However, because of the limitations on the qualifications for veterans, fewer and fewer loans are made each year as number of qualified veterans diminishes.

Unless Congress acts to extend the qualifications for veterans to men and women who have served in more recent years, it is anticipated that the authorization for bonds in HB 370 will be the last request for this program. I would note that SJR 31 is currently referred to the House State Affairs Committee, and would request Congress to extend the benefits of this program to veterans who have served in recent years.

I hope this description provides a sufficient summary for considering a hearing on the legislation. If any further information is needed, please do not hesitate to contact me immediately.

Sincerely,

A handwritten signature in cursive script that reads "Daniel R. Fauske". The signature is written in dark ink and is positioned to the left of the typed name.

Daniel R. Fauske, CEO/Executive Director
Alaska Housing Finance Corporation

enclosures

MEMORANDUM

April 10, 2002

TO: Mike Abbott, Legislative Director
Office of the Governor

FROM: John Bitney, AHFC

SUBJECT: Public Vote on Veteran's Mortgage Bonds

After our conversation this morning regarding timing issues relating to the Veteran's Mortgage Program, I contacted Joe Dubler, AHFC's Chief Financial Officer, regarding the amount of funds remaining in the program from the last public vote in 1986.

The Governor's bill (HB370 & SB268) requests \$500 million in bond authorization for our Veterans Mortgage Program (VMP). From the last vote in 1986, there is \$47.5 million in remaining authorization. The \$50 million financing closed last week will largely be used to pay for existing loans already made, along with current activity levels. In FY01, for example, 430 loans were made at a volume level of just over \$73 million. As you can see, our remaining authorization should be used up by the end of this year.

In order to qualify for a VMP loan, a veteran must have served in active duty prior to January 1, 1977 and have been honorably discharged within 30 years. This is a federal restriction on qualifications for the program, and is diminishing the number of qualified veterans each and every year. However, if new bonds are not approved by the voters at the next election, AHFC would face the prospect of putting the program on hold until a special election could be arranged to approve more bonds.

The \$500 million level of authorization is also in consideration of the anticipated recommendation to Congress by the Millennium Housing Commission that the Veterans Programs be extended indefinitely and apply to all veterans. If the new bonds are approved and Congress does not extend the program, some of the authorization would likely go unused as the program is winding down (due to a decrease in qualified veterans).

The AHFC has been pushing for years for this extension of benefits to additional veterans who have served. Governor Knowles has also written letters to Congress supporting bills to extend the program. SJR31 also supports Congressional efforts to extend the program and is likely to pass the Alaska Legislature this session.

If that were to become a reality, the large population of veterans in Alaska would, more than likely, refinance their existing conventional mortgages into the tax-exempt rate offered under the VMP, saving them hundreds of dollars a year in interest costs.

AHFC strongly believes the Governor's legislation should be passed for these bonds to be approved at the next election in order to have the necessary authorization in place to continue this program.

NEW ISSUE - FULL BOOK-ENTRY

RATINGS: Moody's: Aaa
S&P: AAA
Fitch IBCA: AAA

Subject to compliance by the Corporation with certain covenants designed to meet the requirements of the Internal Revenue Code of 1986, as amended (the "Code"), in the opinion of Wohlforth, Vassar, Johnson & Brecht, P.C., Bond Counsel, and Hawkins, Delafield & Wood, Special Tax Counsel, under existing statutes and court decisions. (i) interest on the 1999 Bonds (as defined below) is not included in gross income for federal income tax purposes; (ii) interest on the Subseries A-1 (Non-AMT) Bonds (as defined below) is not treated as a preference item for purposes of calculating the alternative minimum tax imposed under the Code with respect to individuals and corporations; however, such interest is included in calculating the "adjusted current earnings" of certain corporations for purposes of calculating the alternative minimum tax imposed on such corporations; and (iii) interest on the Subseries A-2 (AMT) Bonds (as defined below) is treated as a preference item for purposes of calculating the alternative minimum tax imposed under the Code with respect to individuals and corporations. In the opinion of Bond Counsel, under existing laws, interest on the 1999 Bonds is exempt from taxation by the State of Alaska except for inheritance and estate taxes and taxes of transfers by or in anticipation of death. Bond Counsel and Special Tax Counsel express no opinion regarding any other tax consequences relating to the ownership or disposition of, or the accrual or receipt of interest on, the 1999 Bonds. See "FEDERAL INCOME TAX MATTERS" herein.



\$110,000,000
ALASKA HOUSING FINANCE CORPORATION
Collateralized Bonds, 1999 First Series (Veterans Mortgage Program)
\$46,095,000 Subseries A-1 (Non-AMT)
\$63,905,000 Subseries A-2 (AMT)

Dated: October 1, 1999

Due: June 1, as shown below

The Alaska Housing Finance Corporation (the "Corporation") will initially issue its Collateralized Bonds, 1999 First Series (Veterans Mortgage Program), Subseries A-1 (Non-AMT) (the "Subseries A-1 (Non-AMT) Bonds"), and Collateralized Bonds, 1999 First Series (Veterans Mortgage Program), Subseries A-2 (AMT) (the "Subseries A-2 (AMT) Bonds") and, together with the Subseries A-1 (Non-AMT) Bonds, the "1999 Bonds") in book-entry form only, registered in the name of Cede & Co., as nominee of The Depository Trust Company ("DTC"), New York, New York, which will act as securities depository of the 1999 Bonds. Individual purchases of the 1999 Bonds will be made in the principal amount of \$5,000, or integral multiples thereof within a single maturity, and will be in book-entry form only. Beneficial Owners (as defined herein) will not receive certificates representing their ownership of the 1999 Bonds.

The 1999 Bonds will be primarily secured by Program Obligations initially consisting of conventional, single-family residential mortgage loans that are either guaranteed by the Department of Veterans Affairs or insured by the Federal Housing Administration (the "Mortgage Loans") and securities backed by Mortgage Loans ("Mortgage Certificates"). The Mortgage Certificates will be issued or guaranteed by GNMA, FNMA or FHLMC (as defined herein) and will be held by the Trustee. The 1999 Bonds will also be secured by the Plotted Revenues and by all assets held in any fund or account established under the Indenture. The Mortgage Loans will consist of Mortgage Loans that the Corporation has purchased or will purchase from qualifying lending institutions located in the State of Alaska that originated such Mortgage Loans (the "Purchased Mortgage Loans"). See "THE PROGRAM OBLIGATION FUND - The Special Mortgage Loan Purchase Program" herein. Each Mortgage Loan will be secured by a first mortgage lien on residential property located in the State of Alaska.

Interest on the 1999 Bonds will be payable on each June 1 and December 1, commencing on June 1, 2000. Principal of all 1999 Bonds is payable at the corporate trust office of U.S. Bank Trust National Association, the Trustee, at maturity or upon earlier redemption. The 1999 Bonds are subject to redemption, including redemption at par, prior to maturity under certain conditions as set forth herein under the caption "DESCRIPTION OF THE 1999 BONDS."

Principal of and interest on the 1999 Bonds are unconditionally guaranteed by the State of Alaska.

MATURITIES, PRINCIPAL AMOUNTS AND INTEREST RATES

\$46,095,000

Subseries A-1 (Non-AMT) Bonds

\$7,615,000 Subseries A-1 (Non-AMT) Serial Bonds

Due June 1	Principal Amount	Interest Rate	Due June 1	Principal Amount	Interest Rate	Due June 1	Principal Amount	Interest Rate
2001	\$280,000	4.30%	2006	\$450,000	6.00%	2011	\$676,000	5.50%
2002	376,000	4.50	2007	470,000	5.10	2012	810,000	6.80
2003	390,000	4.70	2008	495,000	6.20	2013	845,000	5.70
2004	410,000	4.80	2009	520,000	5.30	2014	685,000	5.80
2005	450,000	4.90	2010	645,000	5.40	2015	725,000	5.90

\$6,310,000 6.00% Subseries A-1 (Non-AMT) Term Bonds due June 1, 2021
\$12,215,000 6.10% Subseries A-1 (Non-AMT) Term Bonds due June 1, 2030
\$2,785,000 6.15% Subseries A-1 (Non-AMT) Term Bonds due June 1, 2038

\$63,905,000

Subseries A-2 (AMT) Bonds

\$10,390,000 Subseries A-2 (AMT) Serial Bonds

Due June 1	Principal Amount	Interest Rate	Due June 1	Principal Amount	Interest Rate	Due June 1	Principal Amount	Interest Rate
2001	\$450,000	4.40%	2006	\$605,000	6.10%	2011	\$785,000	5.00%
2002	505,000	4.60	2007	635,000	5.20	2012	830,000	5.70
2003	525,000	4.80	2008	665,000	5.80	2013	880,000	5.80
2004	560,000	4.90	2009	700,000	5.40	2014	830,000	6.90
2005	575,000	5.00	2010	740,000	5.50	2015	966,000	6.00

\$1,290,000 6.15% Subseries A-2 (AMT) Term Bonds due June 1, 2021
\$19,575,000 6.20% Subseries A-2 (AMT) Term Bonds due June 1, 2031
\$28,850,000 6.25% Subseries A-2 (AMT) Term Bonds due June 1, 2039

Price of all 1999 Bonds: 100%
(plus accrued interest)

If certain conditions are met, the Corporation may issue additional bonds (the "Additional Bonds") together with the 1999 Bonds, the "Bonds") on a parity with the 1999 Bonds. See "SECURITY FOR THE 1999 BONDS - Additional Bonds."

THE CORPORATION HAS NO TAXING POWER. THE BONDS ARE GENERAL OBLIGATIONS OF THE CORPORATION FOR WHICH ITS FULL FAITH AND CREDIT ARE PLEDGED. SUBJECT TO AGREEMENTS MADE AND TO BE MADE WITH THE HOLDERS OF OTHER OBLIGATIONS OF THE CORPORATION PLEDGED PARTICULAR REVENUES AND ASSETS NOT PLEDGED TO THE BONDS AND TO THE EXCLUSION OF MONEY IN THE CORPORATION'S HOUSING DEVELOPMENT FUND.

The 1999 Bonds are offered when, and if issued, subject to the approval of legality by Wohlforth, Vassar, Johnson & Brecht, P.C., Anchorage, Alaska, Bond Counsel and to the confirmation of certain tax matters by Wohlforth, Vassar, Johnson & Brecht, P.C. and by Hawkins, Delafield & Wood, New York, New York, Special Tax Counsel.

It is expected that the 1999 Bonds in definitive form will be available for delivery through the facilities of DTC in New York, New York on or about October 28, 1999.

MERRILL LYNCH & CO.

October 13, 1999

jbitney

From: Dan Fauske [dfauske@ahfc.state.ak.us]
Sent: Wednesday, April 03, 2002 11:36 AM
To: 'JOHN BITNEY'
Subject: FW: Alaska Housing Finance Corporation

-----Original Message-----

From: Moody's Investors Service [mailto:epi@moodys.com]
Sent: Tuesday, March 19, 2002 1:30 PM
To: dfauske@ahfc.state.ak.us
Subject: Alaska Housing Finance Corporation

MOODY'S ASSIGNS Aaa RATING TO \$50 MILLION ALASKA HOUSING FINANCE CORPORATION
COLLATERALIZED BONDS 2002 FIRST SERIES (VETERANS MORTGAGE PROGRAM)

NEW YORK, March 19, 2002 -- Moody's Investors Service has assigned the rating of Aaa to the \$50 million Alaska Housing Finance Corporation Collateralized Bonds, 2002 First Series (Veterans Mortgage Program). This rating reflects Moody's view of the strong financial condition of the bond program and the Corporation, and the sound loan portfolio. Proceeds from the current bond issue will be used to fund single-family mortgage loans for veterans in the State of Alaska. The 2002 Bonds are General Obligations of AHFC and the State of Alaska and will be primarily secured by single-family residential mortgage loans that are either guaranteed by the Department of Veterans Affairs or Rural Housing Service or insured by the Federal Housing Administration or private mortgage insurance. The bonds are the third issuance under the Corporation's trust indenture dated October 1, 1999 and are on parity with approximately \$180 million in outstanding bonds. The outlook for the bond program is stable.

Moody's believes that the program's strong initial financial position is expected to be maintained due to large infusions of Corporation funds. The Corporation will fund a 2% debt service reserve and a minimum 10.7% overcollateralization reserve (OCR) for this issue from unrestricted funds of the Corporation. These contributions bring the effective program asset-to-debt ratio up to 1.127, an amount sufficiently high to allow the program to absorb significant losses due to loan defaults. While the earnings of the OCR are not required to be retained within the program, the investment income derived from the debt service reserve contribution coupled with loan revenues should allow the program financial position to experience sound growth throughout its life.

We also find additional strength in this bond program derived from the Aa2 rated general obligation pledge of the Corporation. The Corporation's financial profile is amongst the strongest of all state housing agencies nationwide and Moody's expects it to remain so for the near future. The Corporation's \$1.7 billion combined fund balance as a percent of bonds outstanding is currently 57.24%. Consistent net revenue strength over the past

few years particularly within the general account have allowed the Corporation to continue this strong growth path notwithstanding some other outstanding risks to fiscal stability.

The Corporation's large and diverse management staff provides a sound base to manage its \$4.7 billion of assets. At approximately 310 staff members, among the largest nationwide, the Corporation is fully capable of managing the risks inherent in running a housing agency. Of particular note, the Corporation employs a separate Internal Audit department to maintain additional oversight of asset and financial management. Additionally, Corporation staff publishes high quality and detailed disclosure for investment surveillance providing greater insight into Corporation operations.

Moody's has determined that the likely combination of insured, guaranteed and low loan-to-value (LTV) loans in the portfolio provides a sound asset base for the program's future performance. As of December 31, 2001, 50% of the previous veterans programs loans have been covered by federal guarantees from the Veterans Administration, providing a secure barrier from excessive losses due to loan defaults. An additional 23% of the portfolios are uninsured loans with LTV's below 80% mitigating the potential for large loan losses. The remainder of the loans are divided between high quality private mortgage insurers (20%) and the Federal Housing Administration Insurance (7%). In light of past Veterans Programs of the Corporation, it is expected that the remaining loans to be originated under this specific program shall retain a similar composition.

The bonds are also guaranteed by the State of Alaska, which is currently rated Aa2. However, the current Aaa rating assignment on the 2002 bonds is independent of this guarantee.

The Alaska Housing Finance Corporation is a non-stock, public corporation and government instrumentality of the State of Alaska established for the purpose of providing residential mortgage loan financing for individuals of low to moderate income. As of June 30, 2001, the Corporation had \$3.0 billion of debt outstanding, nearly all of which is rated by Moody's.

OUTLOOK:

The outlook for the program and the Corporation general obligation rating is currently stable.

Key Facts (As of June 30, 2001):

Type of Obligation: General Obligation of the Corporation

Parity bonds outstanding: \$180 million

Corporation combined fund balance: \$1.7 billion

Corporation combined fund balance as a % of bonds outstanding: 57.2%

Corporation unrestricted general account balance: \$537.4 million

Corporation unrestricted general account balance as a % of bonds
outstanding:
17.8%

Corporation net operating revenue as a % of gross operating revenue: 27.37%

ANALYSTS:

Paul Nolan, Analyst, Public Finance Group, Moody's Investors Service
Florence Zeman, Backup Analyst, Public Finance Group, Moody's Investors
Service

CONTACTS:

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