

SB

270

<target><bill>SB 270</bill><subject>SB
270</subject><comm>SF26</comm></target>



Headquarters
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Senate Bill 270 AHFC Transfer Plan Sponsor Statement

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In 2006, Senate Bill 236 passed that made the first adjustments to the transfer plan. This bill changed the definition of "net income" to "adjusted change in net assets", which reflected federal changes to generally accepted accounting principles.

SB 270 will make another modification due to federal changes in generally accepted accounting principles. It will add to the definition of "adjusted change in net assets" to include "temporary market value adjustments to assets and liabilities made during the base fiscal year". This change will allow for a true dollar figure for the Corporation's dividend to be calculated from rather than inaccurately high or low numbers based on how interest rate swaps are now considered.





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Senate Bill 270 Sectional Analysis

Section 1 -

Section 1 adds language to the statutory definition of "adjusted change in net assets" to reflect current changes in generally accepted accounting principles related to market value adjustments to assets and liabilities.

Section 2 -

Section 2 provides for an effective date for the bill.



10
SENATE FINANCE COMMITTEE REPORT
First Committee of Referral

DATE: 2/10/10

FURTHER:

Date of 5-Day Notice: _____
(in accordance with Uniform Rule 23)

DATE TURNED
IN TO OFFICE: _____

Finance Committee considered SENATE BILL NO. 270

SB 270 AK HOUSING FIN CORP DIVIDEND

"An Act relating to the dividend paid to the state by the Alaska Housing Finance Corporation; and providing for an effective date."

and recommends:

- be replaced with SCS or CS _____ (_____)
- adopt previous SCS or CS _____ (_____)
- attached amendment(s)
- adopt _____ Letter of Intent
- further referral to _____ Committee

SENATE BILL:	
<input type="checkbox"/>	Same Title
<input type="checkbox"/>	New Title

HOUSE BILL:	
<input type="checkbox"/>	Same Title
<input type="checkbox"/>	Technical Title Change
<input type="checkbox"/>	New Title w/ SCR # _____

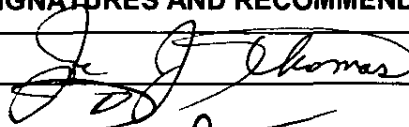
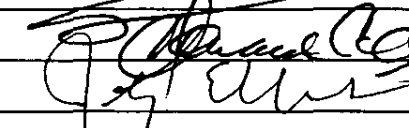
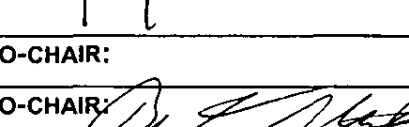
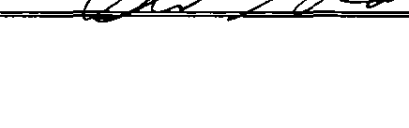
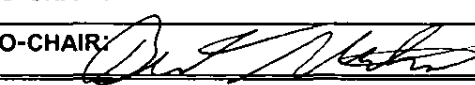
NEW FISCAL NOTE(S):

Department	Date	Fiscal	Indet.	Zero	FN#

PREVIOUS FISCAL NOTE(S):

Department	Date	Fiscal	Indet.	Zero	FN#
REV	2/10			✓	1

APPROPRIATION - no fiscal note

SIGNATURES AND RECOMMENDATIONS:	PRINTED LAST NAME	DO PASS	DO NOT PASS	NO REC	AMEND
	Thomas	✓			
	Egan	✓			
	OLSON			✓	
	ELLIS	✓			
CO-CHAIR:					
CO-CHAIR: 	S. P. ...	✓			

FISCAL NOTE

STATE OF ALASKA
2010 LEGISLATIVE SESSION

Fiscal Note Number: 1
Bill Version: SB 270
(S) Publish Date: 2/10/10

Identifier (file name): 0847-DOR-AHFC-12-17-09 Dept. Affected: Revenue
Title: AHFC Transfer RDU: Alaska Housing Finance Corp.
Sponsor: Rules Component: Operations
Requester: Request of Governor Component Number: 110

Expenditures/Revenues (Thousands of Dollars)

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

	Appropriation Required	Information						
		FY 2011	FY 2011	FY 2012	FY 2013	FY 2014	FY 2015	FY 2016
OPERATING EXPENDITURES								
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	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 GF/Program Receipts								
1037 GF/Mental Health								
Other Interagency Receipts								
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY2010) cost: _____

POSITIONS

Full-time								
Part-time								
Temporary								

ANALYSIS: (Attach a separate page if necessary)
The passage of this bill will not have an impact on AHFC's operating budget.

This bill will amend 18.56.089(d)(1) to change the definition of "adjusted change in net assets" to mean the change in net assets from the base fiscal year, adjusted for capital expenditures incurred during the base fiscal year and adding "and temporary market value adjustments to assets and liabilities made during the base fiscal year."
This will update the statute so that it will reflect changes in federal accounting principles regarding interest rate swaps.
This will allow for a more accurate representation of AHFC's net income for the determining of the yearly dividend.

Prepared by: Bryan Butcher, Director, Gov't Relations/Public Affairs Phone 330-8445
Division: Alaska Housing Finance Corporation Date/Time 12/17/09 12:00 AM
Approved by: Ginger Blaisdell, Director Date 1/6/10, 11:28am
Administrative Services Division



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