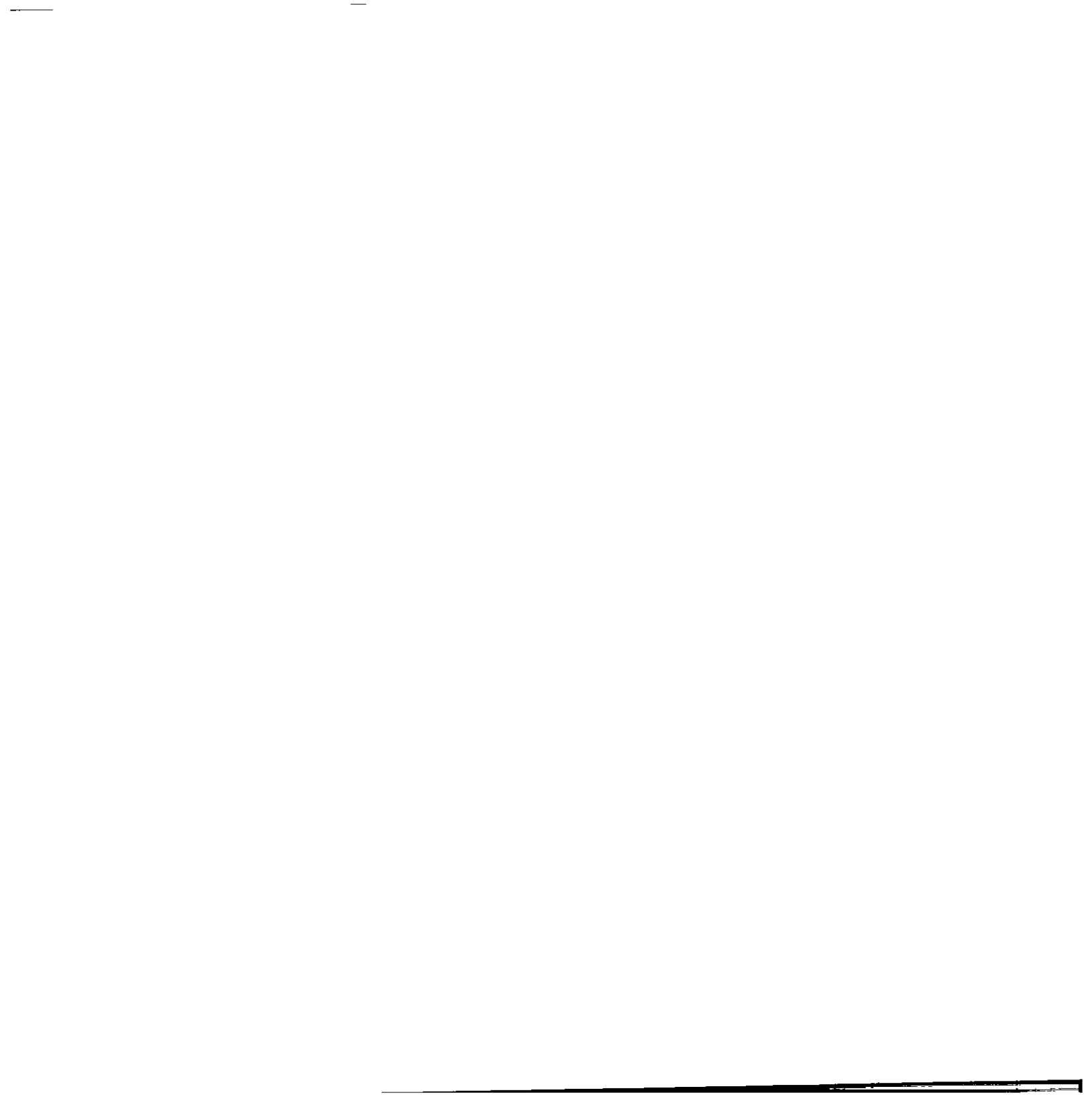


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**MEMORANDUM**

**DATE:** January 29, 2016

**TO:** Representative Wes Keller, Chairman  
House Education Committee

**FROM:** Senator Anna MacKinnon *Anna*

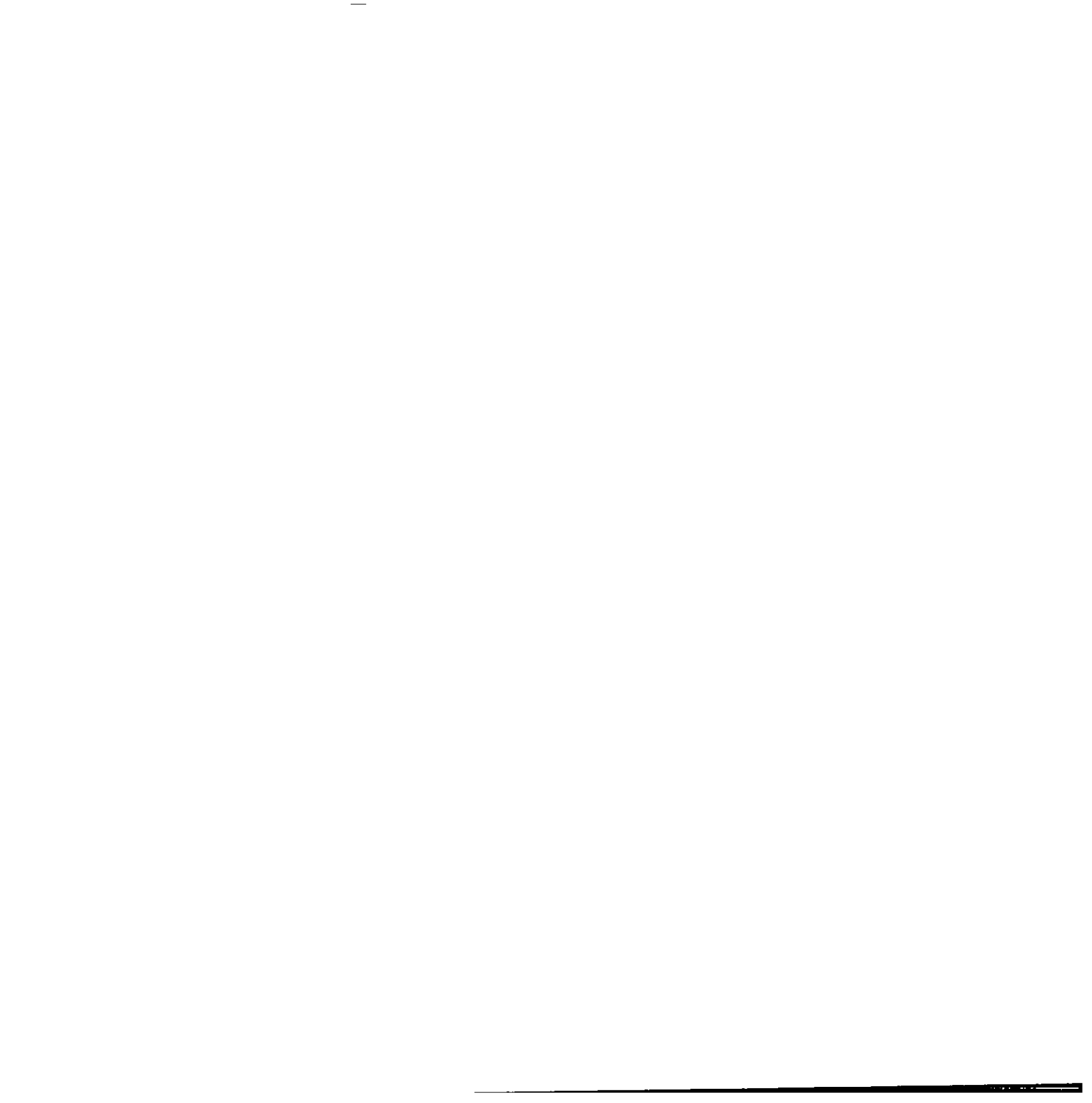
**RE:** Senate Joint Resolution 2 Hearing Request

---

I am requesting a hearing as soon as your committee schedule will permit for Senate Joint Resolution 2 relating to contracting state debt for postsecondary student loans.

SJR 2 will place a constitutional amendment before the voters in the fall 2016 general election. This resolution will authorize state General Obligation debt for the purpose of funding state education loans for Alaska students.

Thank you for your consideration and attention to this request. Please do not hesitate to contact Kristen Pratt on my staff with any questions at 465-6412.





## **Sponsor Statement Senate Joint Resolution 2**

**“Proposing an amendment to the Constitution of the State of Alaska relating to contracting state debt for postsecondary student loans.”**

Senate Joint Resolution 2 proposes to place a constitutional amendment before the voters during the fall 2016 general election. This bill amends Article IX, sec. 8, of the Alaska Constitution and would authorize state General Obligation (GO) debt for the purpose of funding state education loans for Alaska students.

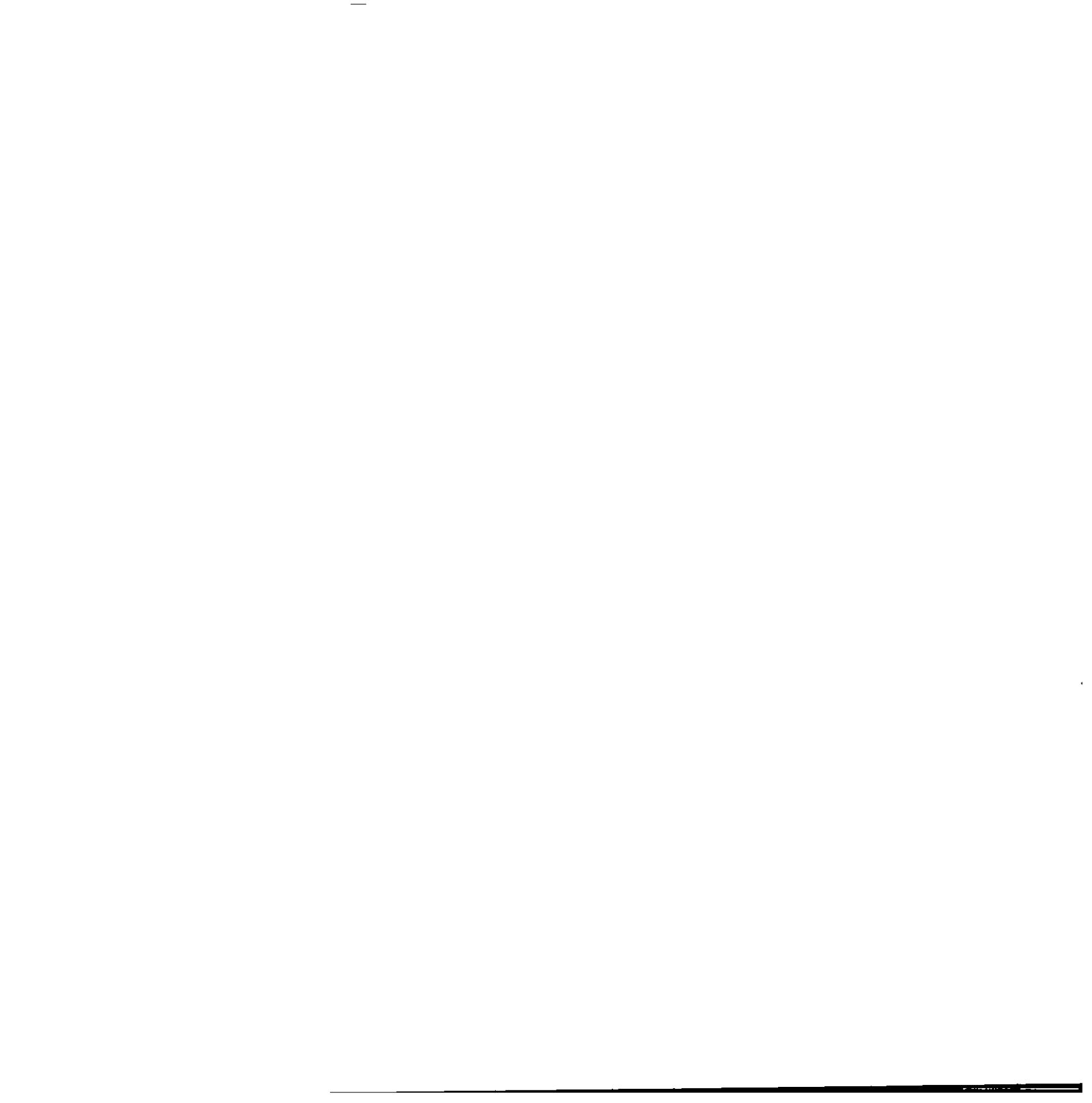
Currently, state General Obligation debt may only be authorized for capital improvements or housing loans for veterans.

Financial market conditions once allowed the Alaska Student Loan Corporation (ASLC) to offer competitive, low-cost education loans to a significant percentage of Alaska students without State support. However, those conditions no longer exist and appear unlikely to occur again in the foreseeable future. As a result of these changed conditions, Alaska students and families are receiving decreasing levels of state support, at a higher cost, in meeting postsecondary education expenses.

Senate Joint Resolution 2 will establish a cost-effective way to finance state education loans by leveraging the State's outstanding general obligation credit ratings. Doing so will not only achieve lower costs of funds than what is otherwise available through current alternative financing structures, but will also permit some flexibility of the loan underwriting criteria which currently results in a 43% denial rate on loan applications.

These loan programs represent a critical component of the State's student financial aid system and its efforts to enhance the workforce development pipeline in order to build and maintain a healthy state economy.

I appreciate your consideration and seek your support of SJR 2.



Identifier: SJR002-OOG-2-9-15  
Title: CONST. AM: G.O. BONDS FOR STUDENT  
LOANS  
Sponsor: MACKINNON  
Requester: Senate State Affairs

Department: Office of the Governor  
Appropriation: Elections  
Allocation: Elections  
OMB Component Number: 21

**Expenditures/Revenues**

Note: Amounts do not include inflation unless otherwise noted below. (Thousands of Dollars)

|                               | FY2016                  | Included in               | Out-Year Cost Estimates |            |            |            |            |
|-------------------------------|-------------------------|---------------------------|-------------------------|------------|------------|------------|------------|
|                               | Appropriation Requested | Governor's FY2016 Request | FY 2017                 | FY 2016    | FY 2019    | FY 2020    | FY 2021    |
| <b>OPERATING EXPENDITURES</b> | <b>FY 2016</b>          | <b>FY 2016</b>            |                         |            |            |            |            |
| Personal Services             |                         |                           |                         |            |            |            |            |
| Travel                        |                         |                           |                         |            |            |            |            |
| Services                      |                         |                           |                         |            |            |            |            |
| Commodities                   |                         |                           |                         |            |            |            |            |
| Capital Outlay                |                         |                           |                         |            |            |            |            |
| Grants & Benefits             |                         |                           |                         |            |            |            |            |
| Miscellaneous                 |                         |                           |                         |            |            |            |            |
| <b>Total Operating</b>        | <b>0.0</b>              | <b>0.0</b>                | <b>0.0</b>              | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> |

**Fund Source (Operating Only)**

|              |            |            |            |            |            |            |            |
|--------------|------------|------------|------------|------------|------------|------------|------------|
| None         |            |            |            |            |            |            |            |
| <b>Total</b> | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> |

**Positions**

|           |  |  |  |  |  |  |  |
|-----------|--|--|--|--|--|--|--|
| Full-time |  |  |  |  |  |  |  |
| Part-time |  |  |  |  |  |  |  |
| Temporary |  |  |  |  |  |  |  |

|                           |  |  |  |  |  |  |  |
|---------------------------|--|--|--|--|--|--|--|
| <b>Change in Revenues</b> |  |  |  |  |  |  |  |
|---------------------------|--|--|--|--|--|--|--|

Estimated SUPPLEMENTAL (FY2015) cost: 0.0 (separate supplemental appropriation required)  
(discuss reasons and fund source(s) in analysis section)

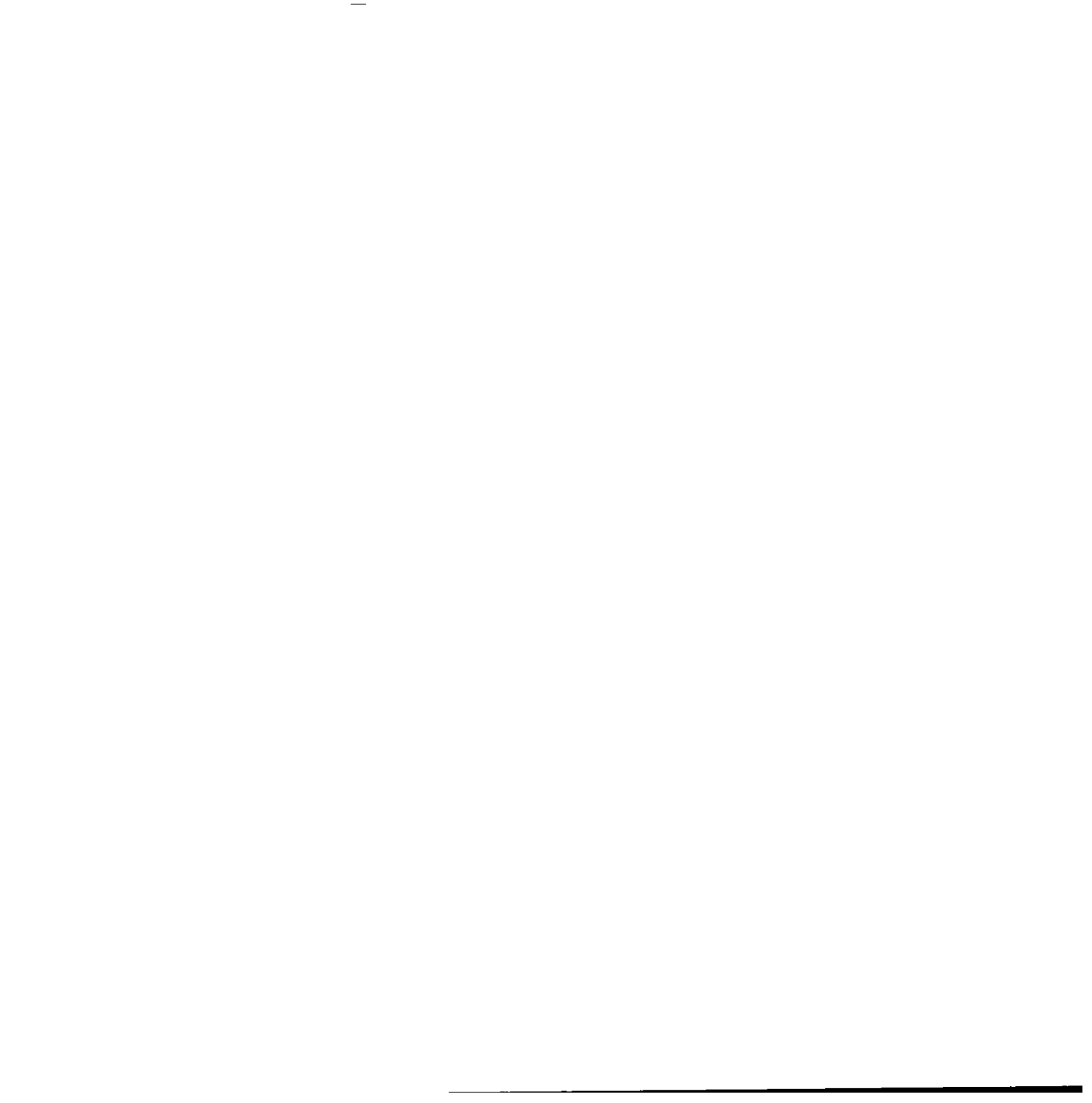
Estimated CAPITAL (FY2016) cost: 0.0 (separate capital appropriation required)  
(discuss reasons and fund source(s) in analysis section)

**ASSOCIATED REGULATIONS**

Does the bill direct, or will the bill result in, regulation changes adopted by your agency? No  
If yes, by what date are the regulations to be adopted, amended or repealed?

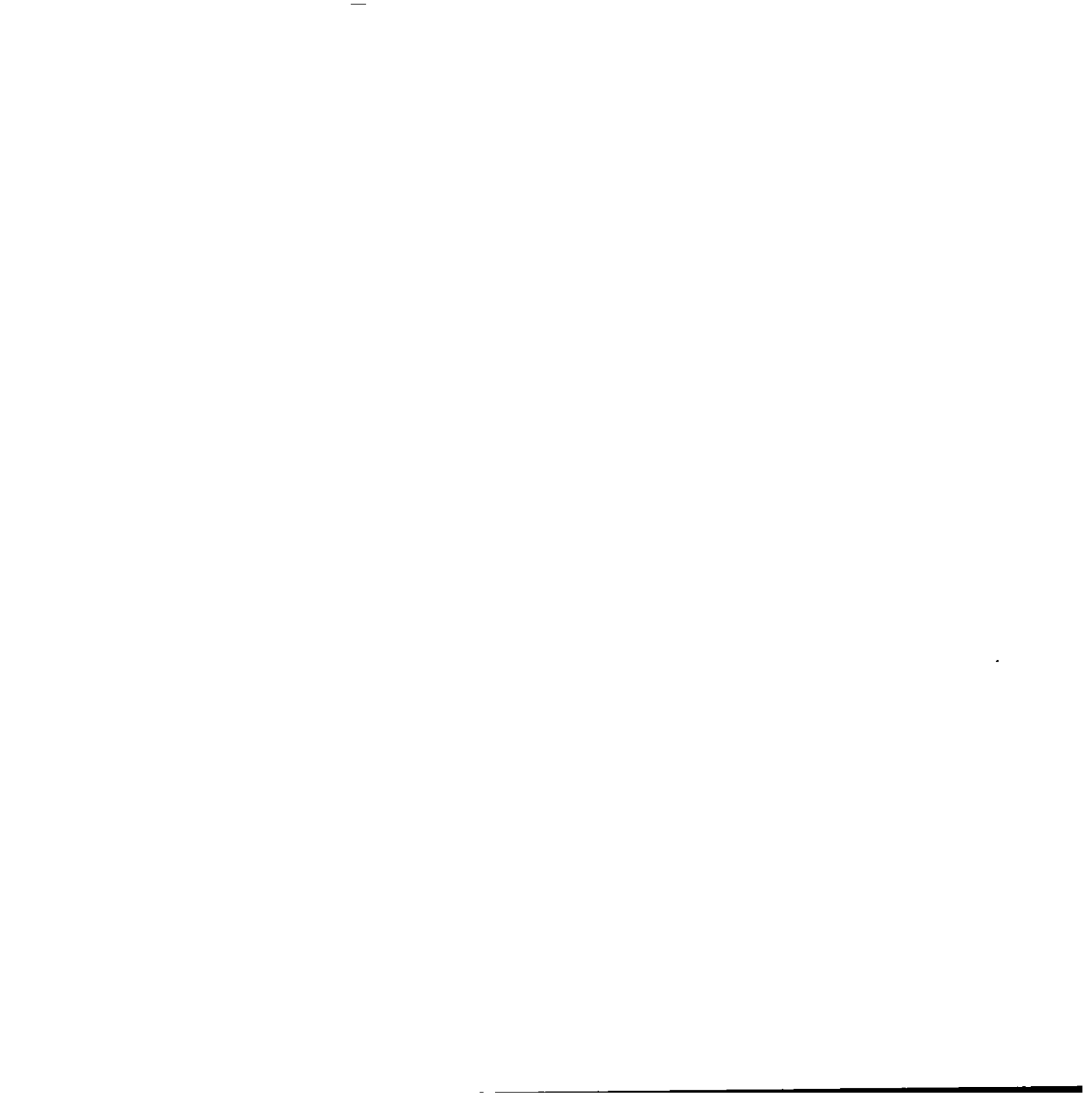
Why this fiscal note differs from previous version:

[Empty text box for explanation of differences]



## Analysis

Passage of this resolution would require the constitutional amendment to appear on the 2016 general election ballot. The cost of providing information about the constitutional amendment in the Official Election Pamphlet, as required by AS 15.58, would be absorbed into the operating budget for the Division of Elections.



Identifier (file name) SJR002-00G-2-9-15 Dept. Affected Office of the Governor  
 Title CONST. AM. G O. BONDS FOR STUDENT LOANS Appropriation Elections  
 Allocation Elections  
 Sponsor MACKINNON  
 Requester Senate State Affairs OMB Component Number 21

**Expenditures/Revenues** (Thousands of Dollars)

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

|                               | FY16<br>Appropriation<br>Requested | Included in<br>Governor's<br>FY16 Request | Out-Year Cost Estimates |            |            |            |            |            |
|-------------------------------|------------------------------------|---|-------------------------|------------|------------|------------|------------|------------|
|                               |                                    |   | FY16                    | FY17       | FY18       | FY19       | FY20       | FY21       |
| <b>OPERATING EXPENDITURES</b> |                                    |   |                         |            |            |            |            |            |
| Personal Services             |                                    |   |                         |            |            |            |            |            |
| Travel                        |                                    |   |                         |            |            |            |            |            |
| Services                      |                                    |   |                         |            |            |            |            |            |
| Commodities                   |                                    |   |                         |            |            |            |            |            |
| Capital Outlay                |                                    |   |                         |            |            |            |            |            |
| Grants, Benefits              |                                    |   |                         |            |            |            |            |            |
| Miscellaneous                 |                                    |   |                         |            |            |            |            |            |
| <b>TOTAL OPERATING</b>        | <b>0.0</b>                         | <b>0.0</b>                                | <b>0.0</b>              | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> |

| FUND SOURCE |                   | (Thousands of Dollars) |            |            |            |            |            |            |
|-------------|-------------------|------------------------|------------|------------|------------|------------|------------|------------|
| 1002        | Federal Receipts  |                        |            |            |            |            |            |            |
| 1003        | GF Match          |                        |            |            |            |            |            |            |
| 1004        | GF                |                        |            |            |            |            |            |            |
| 1005        | GF/Prgm (DGF)     |                        |            |            |            |            |            |            |
| 1007        | I/A Rcpts (Other) |                        |            |            |            |            |            |            |
| 1156        | Rcpt Svcs (DGF)   |                        |            |            |            |            |            |            |
|             |                   | <b>0.0</b>             | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> | <b>0.0</b> |

| POSITIONS |  |  |  |  |  |  |  |  |
|-----------|--|--|--|--|--|--|--|--|
| Full-time |  |  |  |  |  |  |  |  |
| Part-time |  |  |  |  |  |  |  |  |
| Temporary |  |  |  |  |  |  |  |  |

| CHANGE IN REVENUES |  |  |  |  |  |  |  |  |
|--------------------|--|--|--|--|--|--|--|--|
|                    |  |  |  |  |  |  |  |  |

Estimated SUPPLEMENTAL (FY15) operating costs 0.0 (separate supplemental appropriation required)  
 (discuss reasons and fund source(s) in analysis section)

Estimated CAPITAL (FY16) costs 0.0 (separate capital appropriation required)  
 (discuss reasons and fund source(s) in analysis section)

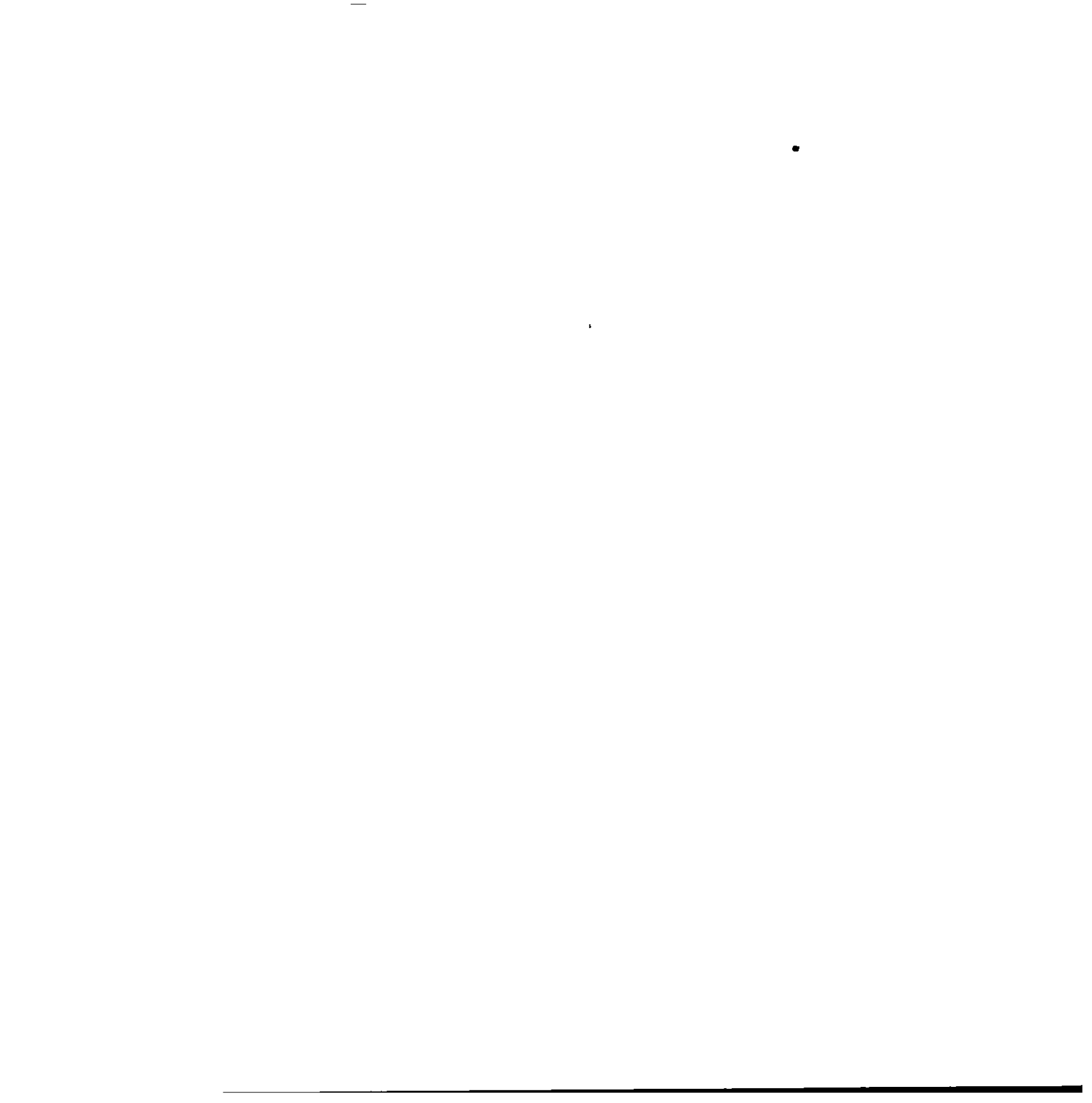
**ASSOCIATED REGULATIONS**

Does the bill direct, or will the bill result in, regulation changes adopted by your agency? No  
 If yes, by what date are the regulations to be adopted, amended, or repealed? Discuss details in analysis section.

Why this fiscal note differs from previous version (if initial version, please note as such)

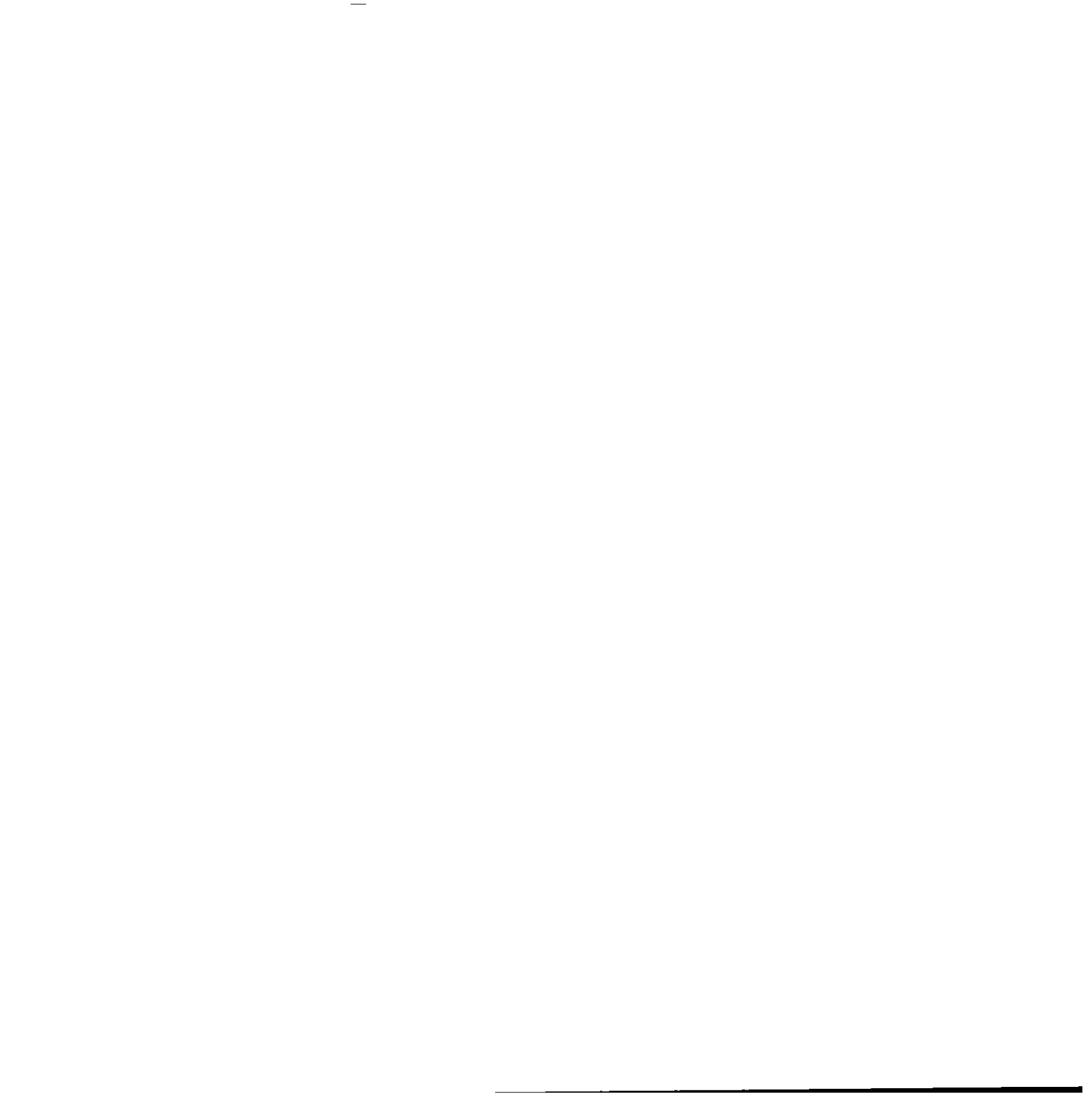
Prepared by Gail Fenumiai, Director  
 Division Division of Elections  
 Approved by Guy Bell, Administrative Director

Phone (907)465-3876  
 Date/Time 2/9/15 8 30 AM  
 Date 2/9/2015



## Analysis

Passage of this resolution would require the constitutional amendment to appear on the 2016 general election ballot. The cost of providing information about the constitutional amendment in the Official Election Pamphlet, as required by AS 15.58, would be absorbed into the operating budget for the Division of Elections.





March 25, 2016

The Honorable Wes Keller, Chair  
House Education Committee  
State Capitol, Room 403  
Juneau, Alaska 99801

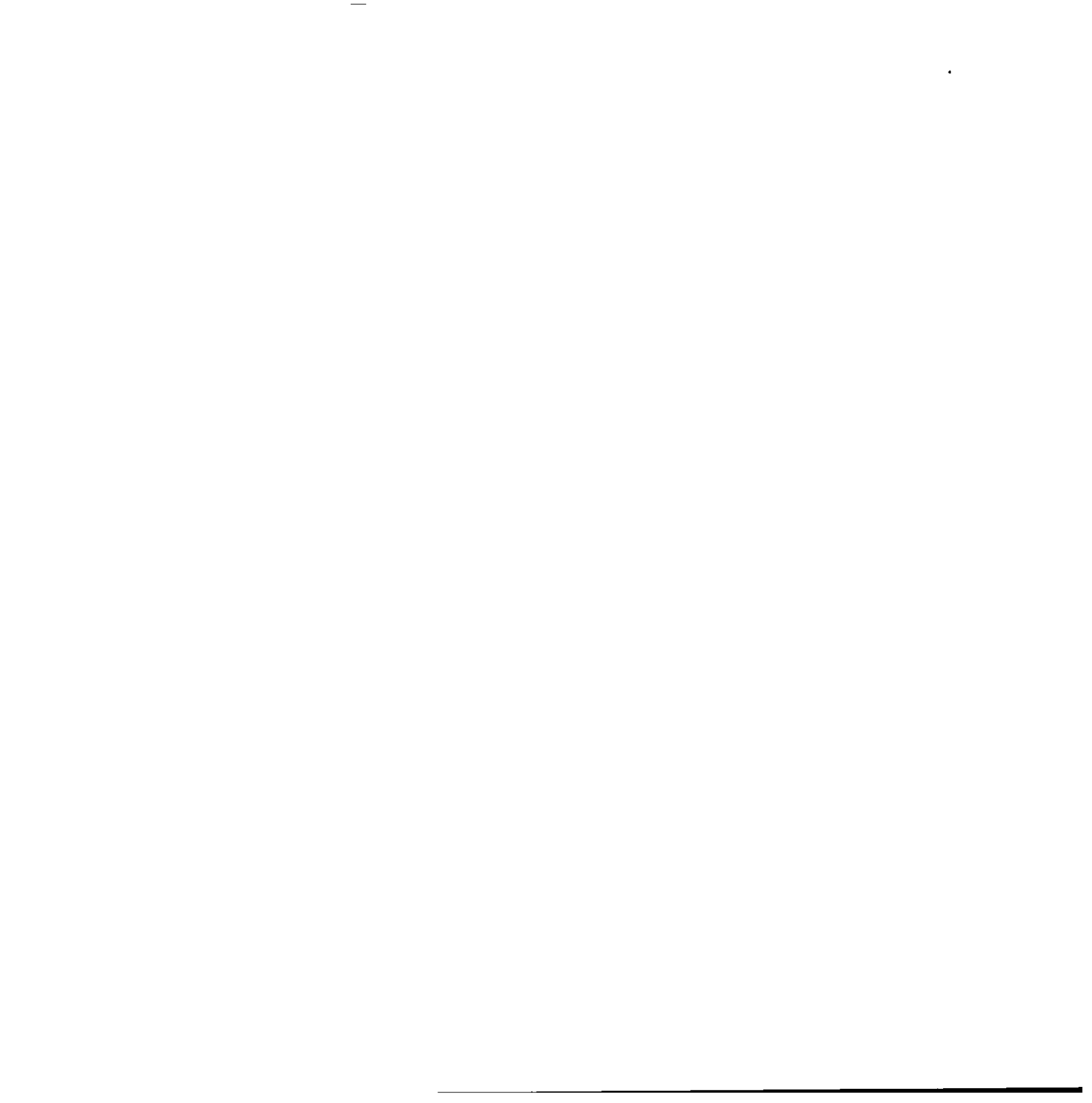
Dear Representative Keller,

I am writing in follow up on topics and questions posed by committee members at your March 23<sup>rd</sup> committee hearing relative to Senate Joint Resolution 2 (SJR2). Thank you again for the opportunity to discuss this legislation which would provide material benefit to Alaskans by reducing interest charged on education loans provided by the State through the Alaska Student Loan Corporation (ASLC). I hope the following additional detail is helpful in informing committee deliberations.

#### ASLC Capacity to Fund Loans on a Cash Basis

As reported to the Committee, ASLC last issued debt to fund new loan originations in 2007. Since then annual loan demand has been met from a variety of sources which included: 1) recycled bond proceeds from 2007 and prior bond issues; 2) a bridge loan from the Alaska Department of Revenue authorized under AS 37.10.089; and, 3) available, unrestricted cash. The first two sources are no longer available because bond proceeds recycling is time-limited under the Indenture which governs use of bond proceeds; the bridge loan option, which was authorized by the Legislature in 2009, has been exercised and has been fully repaid as of May 31, 2013. For the past three years, and in the current year, ASLC has used cash to meet loan demand but current estimates indicate a limited ability to do so beyond the 2017 loan year.

The only reason ASLC has been able to meet demand with cash was the precipitous drop in loan volume due to the combined impact of the end of the federal lender-based education loan program in which ASLC was a participant and the need to impose a more rigorous credit criteria. At this time, there is a need for action to ensure we are able to meet future loan demand and, with support from the state if SJR2 is enacted, at the lowest possible cost to Alaskans.



## Relaxation of the Current Minimum Credit Score Requirement

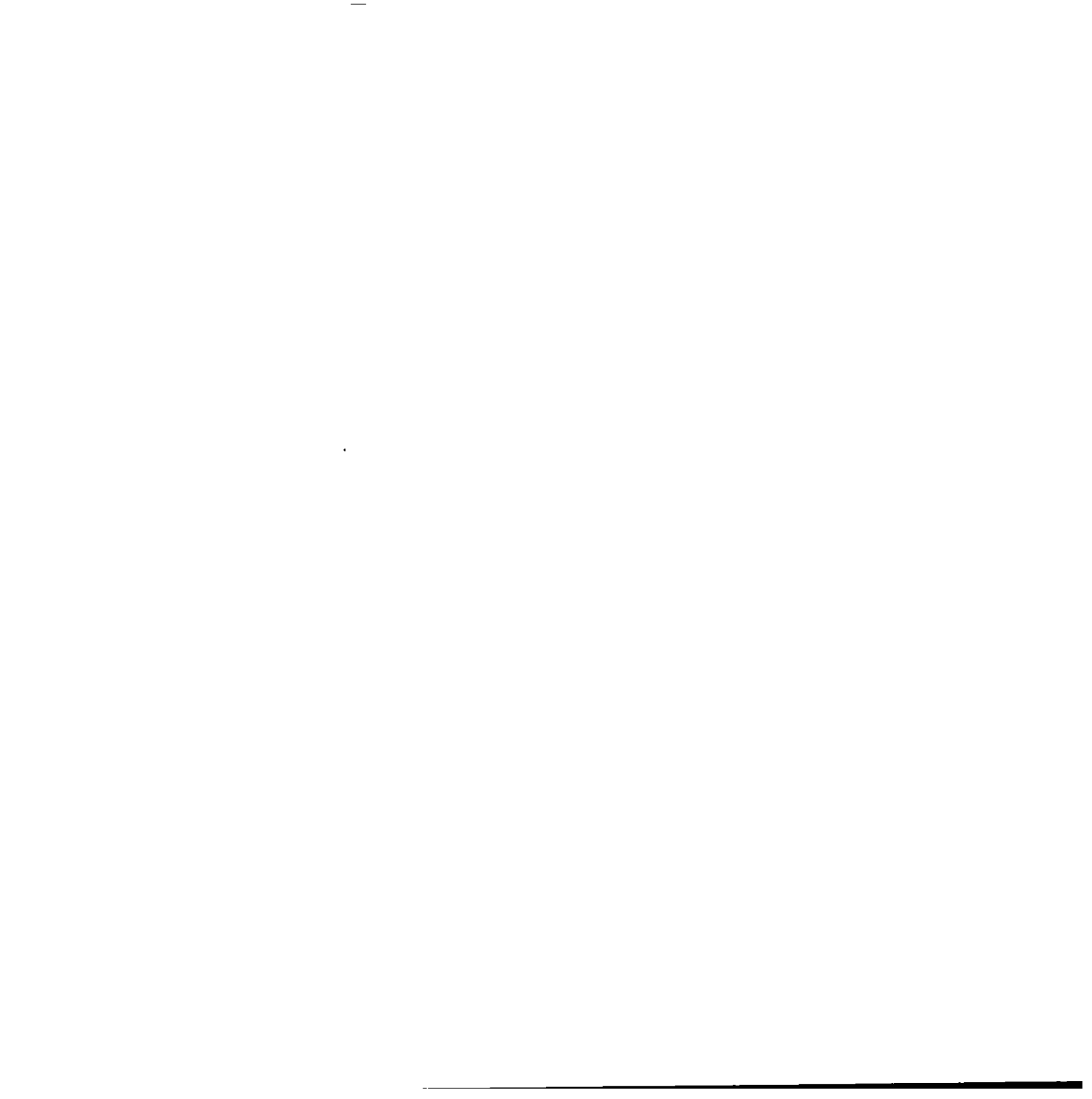
A question was posed as to why, if the ASLC board has the authority to set the credit criteria for loan eligibility, it would not simply do that and permit a greater number of applicants to qualify. The current credit criteria was established based on an analysis of ASLC's ability to efficiently pledge the resulting loan assets to potential bond holders. In doing so it was essential to understand the impact of the asset quality on credit ratings as well as ultimately on the marketability of the bonds in order to achieve the lowest possible costs of issuance. Unfortunately, unsecured debt made to borrowers without a positive credit history, particularly after the collapse of the asset backed market in 2007-08, is considered to be an extremely high risk investment—by both rating agencies and investors. During the credit review process rating agencies, based on their analysis of the underlying assets, drive the levels of over collateralization needed to attract investors to a new bond issue. Barring no change in the type of bonds issued, lowering the credit criteria would limit ASLC capacity to maximize the amount of funding available to meet loan demand and investors would expect their return on the bonds to be sufficiently high to compensate for the higher risk related to the lower-quality collateral. Ultimately those high interest costs would be borne by ASLC's borrowers in the form of increased interest rates.

Should SJR2 be enacted and ASLC gain the ability to issue bonds with state general obligation backing, the rating agencies would not be relying on the quality of the underlying collateral and therefore onerous over collateralization would not be necessary.

## What is the General Obligation Bond Process re: Legislative and Voter Authorization?

As discussed at the initial hearing, passage of SJR2 is the first step in an initial four-step process. Should SJR2 pass and be enacted, a question would be placed on the 2016 general election ballot putting the question of a constitutional amendment before the electorate. If the amendment is approved by voters, legislation in 2017 or a subsequent year would need to be adopted to thereafter request voter authority for ASLC to issue bonds in a specified amount. If a majority of Alaskans vote in favor of doing so, ASLC would then be authorized to issue bonds up to but not to exceed the amount agreed to by the voters.

This process has been used by the Alaska Housing Finance Corporation (AHFC) in some fashion since 1982, when it was first approved for the purposes of participating in a federal Veterans home mortgage lending program. In 2010, the Legislature approved the most recent ballot proposition in the form of House Bill 217, which is enclosed for your information. You will note that a relatively large authorization of \$600.0 million was approved. It is my



multi-step (and potentially, multi-year) process. As to the amount of authorization ASLC would seek to meet loan demand for a multi-year period, although ASLC would need to work with its Financial Advisor and develop demand projections that include new volume relating to also offering a refinancing option, I would estimate that it would be substantially less, very likely below \$300.0 million.

ASLC Board Awareness re: SJR2

The question was raised during the committee meeting about whether the ASLC Board was aware and supportive of its executive officer's advocacy for SJR2. As I indicated, the Board has not formally adopted a resolution regarding SJR2. However, they are aware and supportive of my involvement in this proposal and have been since 2014. Should anyone want documentation, I would be happy to provide copies of official board minutes upon request.

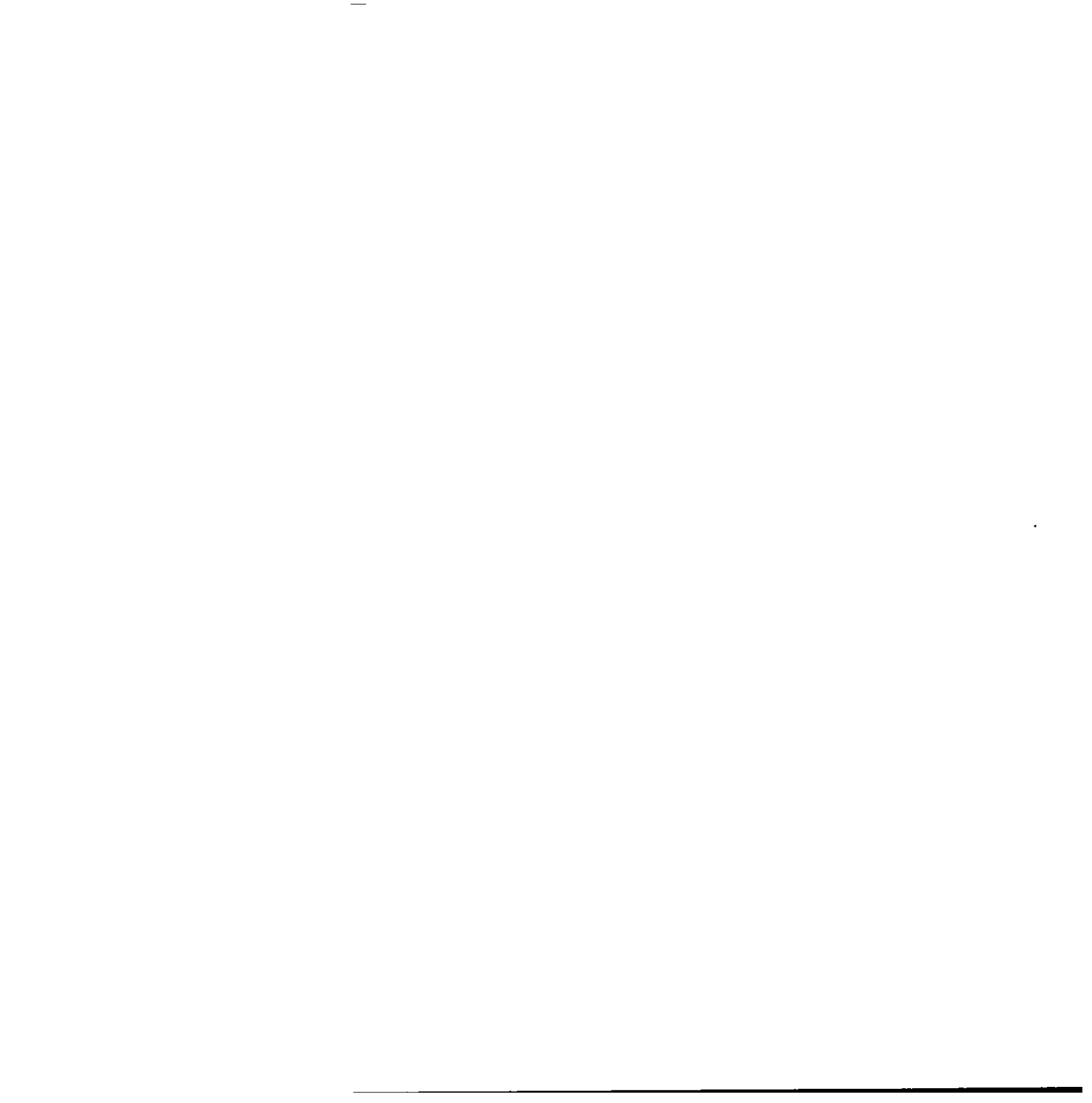
I hope this information is responsive to the committee's queries. Please feel free to contact me if you have any additional questions.

Sincerely,

A handwritten signature in black ink, appearing to read "Diane Barrans", with a long horizontal flourish extending to the right.

Diane Barrans  
Executive Officer

Enclosures





**2010**

**Source**  
CSSB 217(FIN)

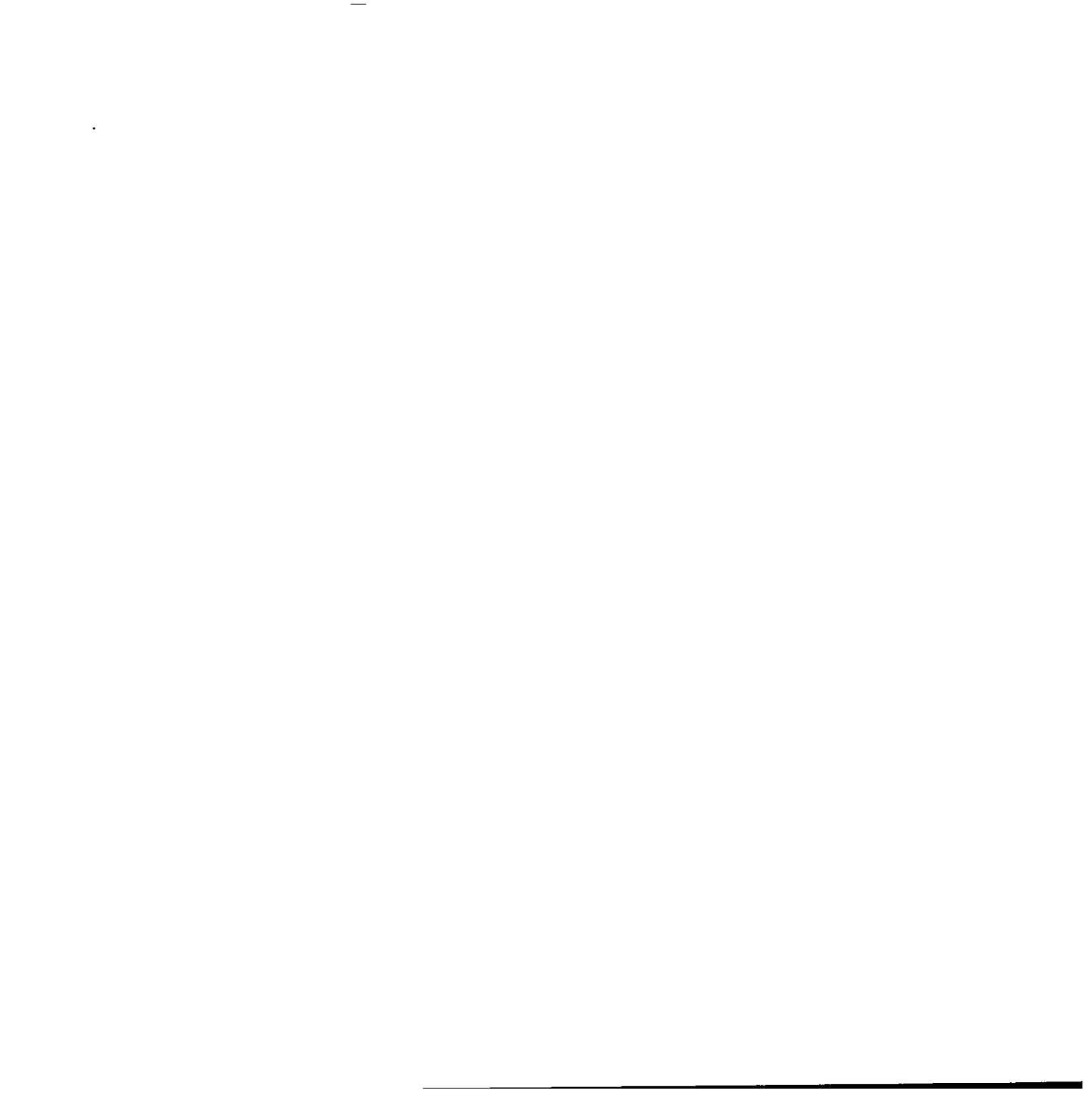
**Chapter No.**  
\_\_\_\_\_

**AN ACT**

Relating to the issuance of state-guaranteed revenue bonds by the Alaska Housing Finance Corporation to finance mortgages for qualifying veterans; authorizing the Alaska Housing Finance Corporation to acquire the building that it occupies for an amount that does not exceed \$14,500,000; authorizing the Alaska Housing Finance Corporation to acquire a building or purchase an undesignated site for the relocation of its public housing client intake and assisted housing center for an amount that does not exceed \$3,500,000; and providing for an effective date.

\_\_\_\_\_  
**BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:**

**THE ACT FOLLOWS ON PAGE 1**



## AN ACT

1 Relating to the issuance of state-guaranteed revenue bonds by the Alaska Housing Finance  
2 Corporation to finance mortgages for qualifying veterans; authorizing the Alaska Housing  
3 Finance Corporation to acquire the building that it occupies for an amount that does not  
4 exceed \$14,500,000; authorizing the Alaska Housing Finance Corporation to acquire a  
5 building or purchase an undesignated site for the relocation of its public housing client intake  
6 and assisted housing center for an amount that does not exceed \$3,500,000; and providing for  
7 an effective date.

8

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9 \* **Section 1.** The uncodified law of the State of Alaska is amended by adding a new section  
10 to read:

11 **GUARANTEE OF REVENUE BONDS.** For the purpose of assisting the Alaska  
12 Housing Finance Corporation to provide money for the purchase under AS 18.56 of  
13 mortgages made for residences for qualifying veterans, revenue bonds of the Alaska Housing

2 the principal amount of not more than \$600,000,000. The full faith, credit, and resources of  
3 the state are pledged to the payment of the principal of and interest on these bonds, and the  
4 principal of and interest on the bonds are secured by the general obligation of the State of  
5 Alaska. A statement of this pledge must be printed on the face of the bonds and must be  
6 signed in manual or facsimile form by the governor. The provisions of AS 37.15 do not apply  
7 to the bonds. The guarantee authorized by this section is in addition to the guarantees  
8 authorized by sec. 5, ch. 35, SLA 1982; sec. 1, ch. 81, SLA 1983; sec. 1, ch. 115, SLA 1984;  
9 sec. 1, ch. 134, SLA 1986; and sec. 1, ch. 34, SLA 2002.

10 \* **Sec. 2.** The uncodified law of the State of Alaska is amended by adding a new section to  
11 read:

12 **BOND AUTHORIZATION.** If the question set out in sec. 4 of this Act is approved by  
13 the qualified voters of the state who vote on the question, the Alaska Housing Finance  
14 Corporation may issue not more than the principal amount of \$600,000,000 of its revenue  
15 bonds that are unconditionally guaranteed as to principal and interest by the state, the  
16 proceeds of which are to be expended by the Alaska Housing Finance Corporation to provide  
17 money for the purchase of mortgages made for residences for qualifying veterans. The  
18 authorization in this section to issue bonds is in addition to the authorizations to issue bonds  
19 that appear in sec. 6, ch. 35, SLA 1982; sec. 2, ch. 81, SLA 1983; sec. 2, ch. 115, SLA 1984;  
20 sec. 2, ch. 134, SLA 1986; and sec. 2, ch. 34, SLA 2002.

21 \* **Sec. 3.** The uncodified law of the State of Alaska is amended by adding a new section to  
22 read:

23 **DEFINITION.** As used in secs. 1, 2, and 4 of this Act, a "qualifying veteran" is a  
24 person who is a "qualified veteran" as that term is defined, or may be subsequently defined,  
25 under 26 U.S.C. 143.

26 \* **Sec. 4.** The uncodified law of the State of Alaska is amended by adding a new section to  
27 read:

28 **BALLOT QUESTION.** The question of the state guarantee of bonds referred to in this  
29 Act shall be submitted to the qualified voters of the state at the first general election after the  
30 effective date of this Act and shall read substantially as follows:

31 **PROPOSITION**

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Residential Mortgage Bonds

Shall the State of Alaska unconditionally guarantee as a general obligation of the state the payment of principal and interest on revenue bonds of the Alaska Housing Finance Corporation issued in the principal amount of not more than \$600,000,000 for the purpose of purchasing mortgages made for residences for qualifying veterans, as defined by law?

Bonds Yes [ ]

Bonds No [ ]

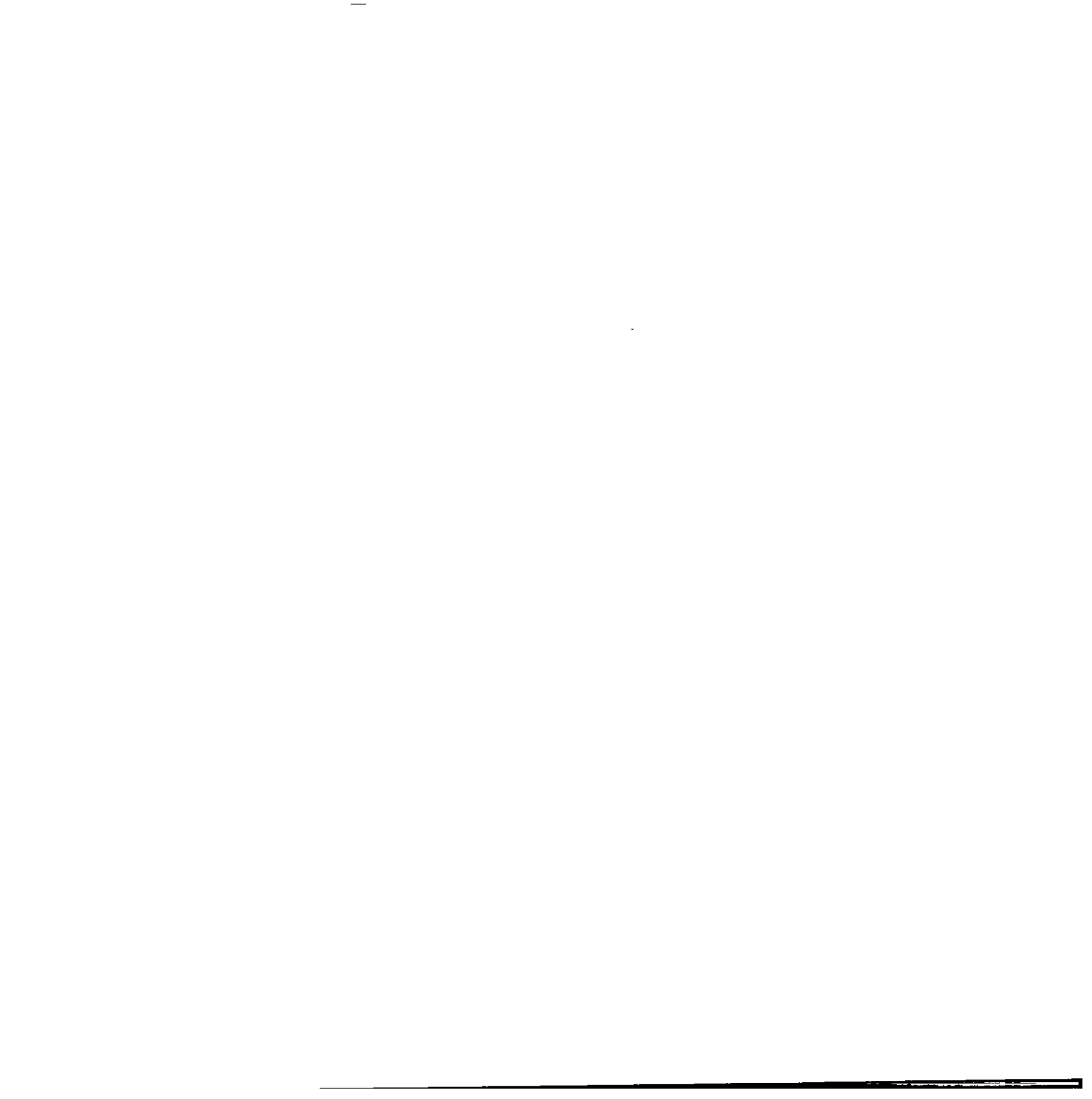
\* Sec. 5. The uncodified law of the State of Alaska is amended by adding a new section to read:

**AUTHORIZING THE ALASKA HOUSING FINANCE CORPORATION TO ACQUIRE OR PURCHASE CERTAIN BUILDINGS OR SITES.** (a) The Alaska Housing Finance Corporation is authorized to acquire the building in Anchorage that it occupies on the effective date of this Act for an amount that does not exceed \$14,500,000.

(b) The Alaska Housing Finance Corporation is authorized to acquire a building or purchase an undesignated site for relocation of its public housing client intake and assisted housing center in Anchorage, for an amount that does not exceed \$3,500,000.

(c) This section constitutes the approval required by AS 18.55.100(d) and AS 18.56.090(d) for the acquisition or purchase as described in (a) and (b) of this section.

\* Sec. 6. This Act takes effect immediately under AS 01.10.070(c).



UNIVERSITY  
of ALASKA

*Many Traditions One Alaska*

February 2, 2015

The Honorable Anna MacKinnon  
Alaska State Senate  
State Capitol, Room 516  
Juneau, Alaska 99811

Dear Senator MacKinnon,

The University of Alaska strongly supports SJR 2, proposing an amendment to the Constitution of the State of Alaska relating to contracting state debt for postsecondary student loans.

SJR 2, if passed by the legislature and approved by the voters, will allow the Alaska Student Loan Corporation to issue general obligation bonds, which will result in lower interest rates for student loans. UA supports this resolution because it will reduce student debt, make it easier for students to successfully pay off their loans, and lower default rates. We believe that it will significantly improve access to postsecondary education in Alaska.

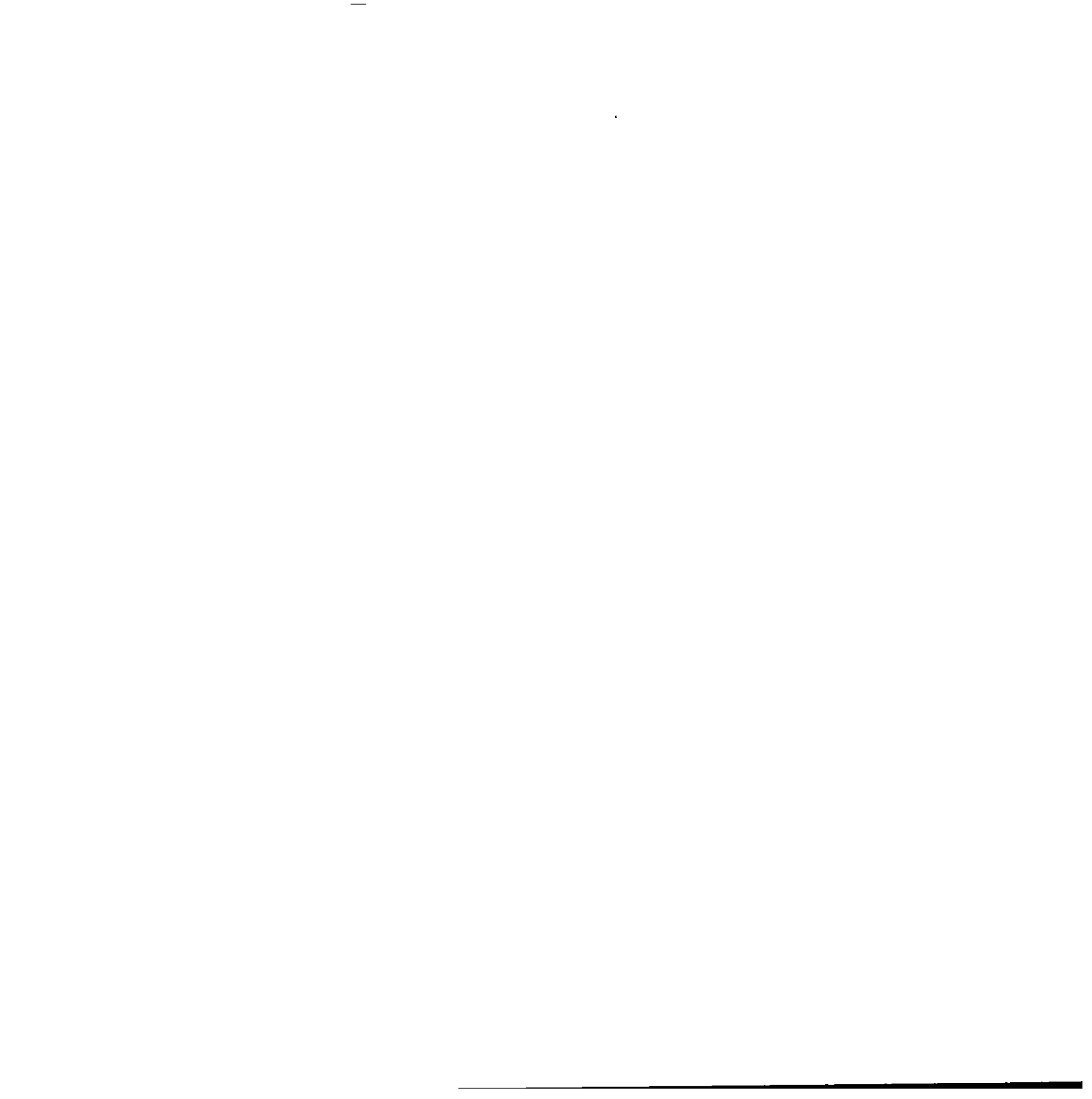
Thank you for your support of higher education.

Sincerely,



Patrick K. Gamble  
President, University of Alaska

Cc: Tom Case, Chancellor, UAA  
John Pugh, Chancellor, UAS  
Brian Rogers, Chancellor, UAF



# Chamber of Commerce

9301 Glacier Hwy, Suite 110 • Juneau AK 99801 • (907) 463-3488 • Fax (907) 463-3489  
E-mail: [juneauchamber@gei.net](mailto:juneauchamber@gei.net) • [jcc@alaska.com](mailto:jcc@alaska.com) • Web site: <http://www.juneauchamber.com>

## Board Members

Lance Stevens, Pres.  
Alaska USA FCU  
Max Mertz, Pres.  
Elgee Rehfeld Mertz  
Travis McCain, Secretary  
Alaska Litho  
Larry Gaffaney, Treasurer  
Huna Totem Corp.  
Bill Peters  
True North FCU  
Des Fabreille  
Jensen Yorba Lot  
Bruce Abel  
Don Abel Building Supply  
Hayden Garrison  
Creative Source  
Charlie Williams  
Valley Point Center  
Linda Thomas  
Alaskan Brewing Co  
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ConocoPhillips  
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Elgee Rehfeld & Mertz  
First Bank  
First National Bank of Alaska  
Goldbelt, Inc.  
Hecla Greens Creek Mining  
Key Bank  
SEARHC  
Shattuck & Grummett  
Samson Tug & Barge  
Taka Oil  
True North FCU  
UAS  
Wal-Mart  
Wells Fargo Bank of Alaska

February 10, 2015

The Honorable Anna MacKinnon  
Alaska State Senate  
State Capitol, Room 516  
Juneau, AK 99801

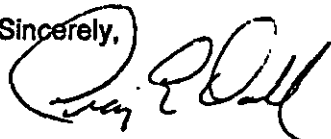
Dear Senator MacKinnon,

The Juneau Chamber of Commerce strongly supports the passage of SJR2, which if approved by the voters, will allow the Alaska Student Loan Corporation to issue general obligation bonds to fund the student loan program.

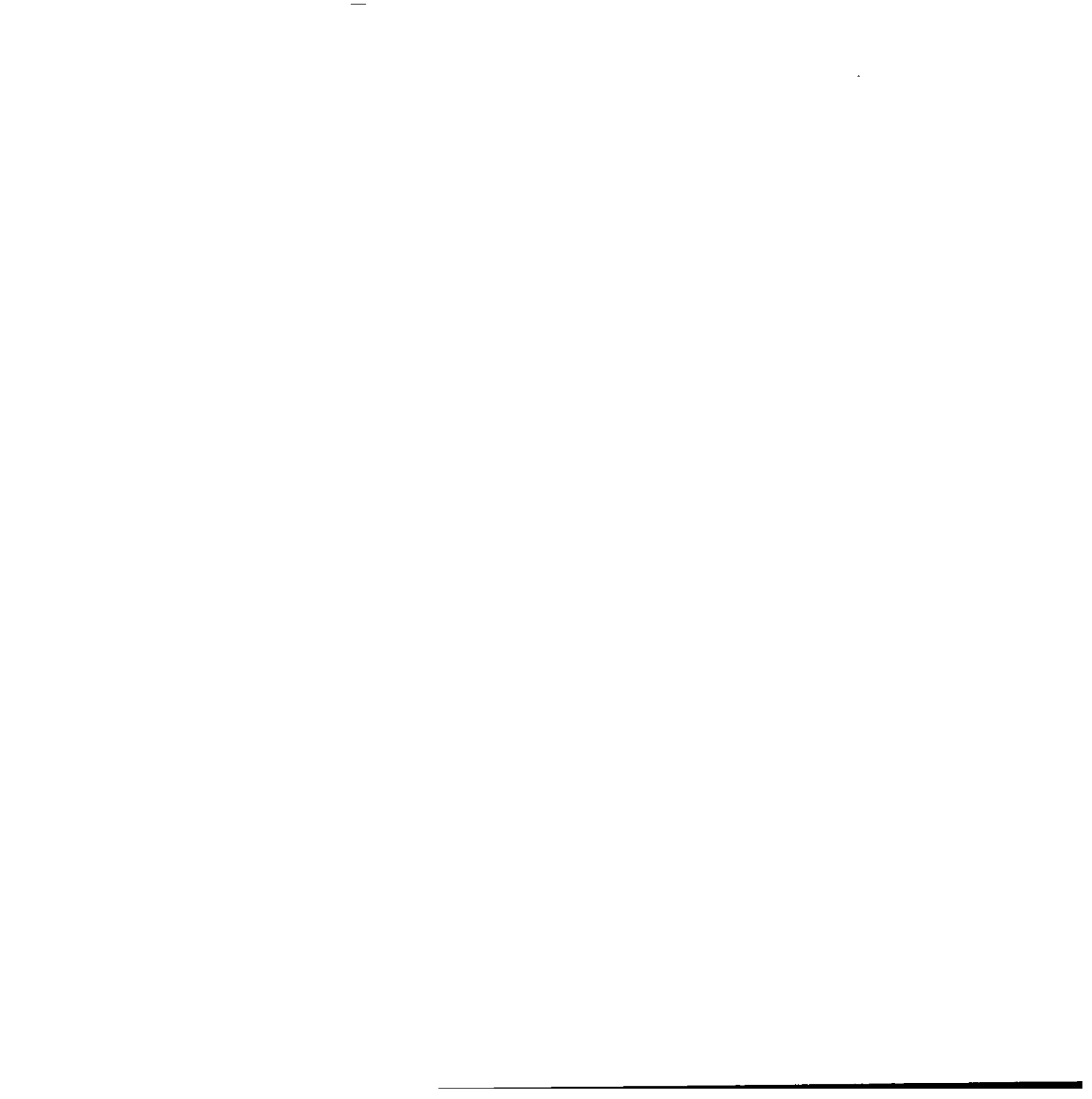
We believe that any action that encourages and improves access to post-secondary education is not only good for students but for the future of our communities. Funding the student loans through general obligation bonds should result in lower interest rates thereby making it easier to repay their obligation, and in turn lower default rates.

Thank you for your support and commitment to this important piece of legislation.

Sincerely,

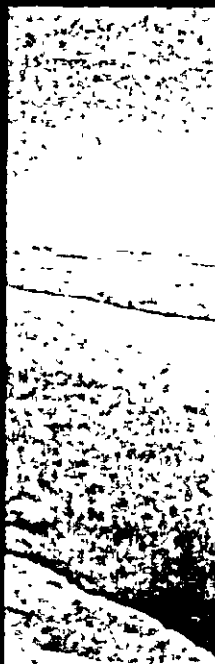
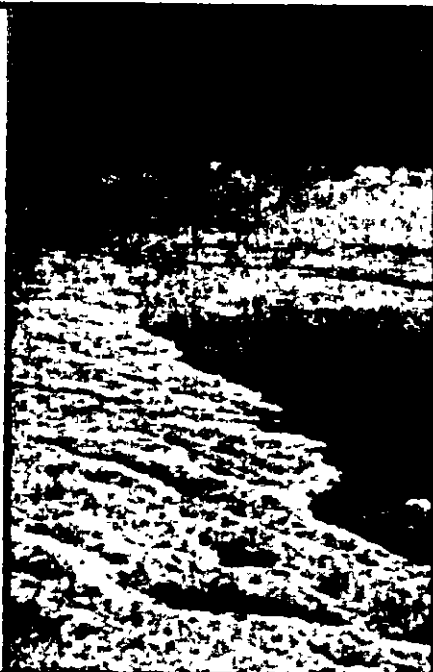


Craig E. Dahl, Executive Director  
Juneau Chamber of Commerce



# STATE OF ALASKA

## Comprehensive Annual Financial Report



Fiscal Year Ended June 30,

# 2015

Alaska

Bill Walker,  
Governor

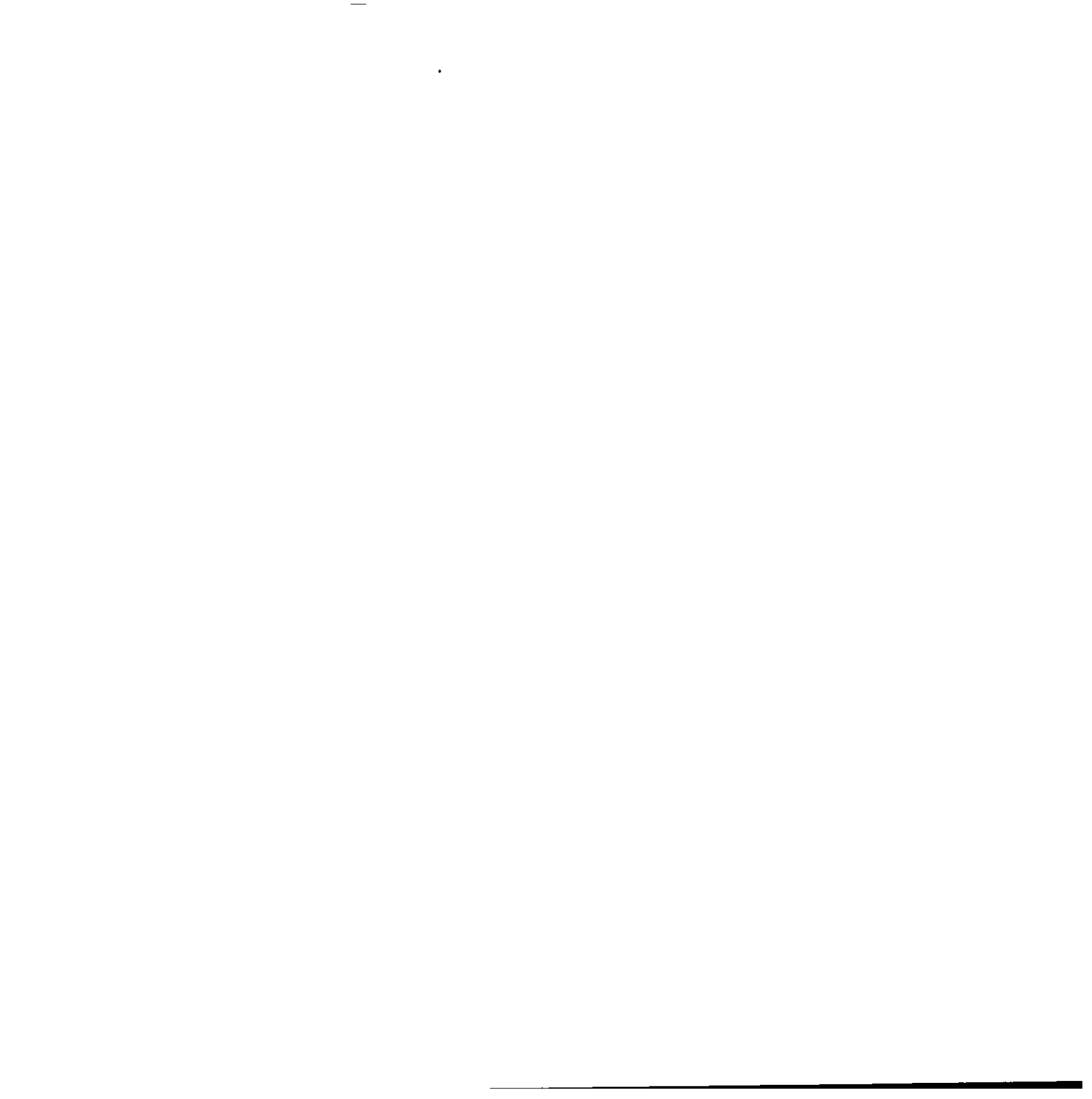


State of Alaska  
Division of Finance

1. The first part of the document discusses the importance of maintaining accurate records of all transactions and activities. It emphasizes that this is crucial for ensuring transparency and accountability in the organization's operations.

2. The second part of the document outlines the various methods and tools used to collect and analyze data. It highlights the need for consistent and reliable data collection processes to ensure the validity of the findings.

|   | Bond Bank<br>Authority | Student Loan<br>Corporation | Railroad<br>Corporation | Energy<br>Authority |
|---|------------------------|-----------------------------|-------------------------|---------------------|
| <b>ASSETS</b>   |                        |                             |                         |                     |
| Cash and Investments  | \$ 72,690              | \$ 31,712                   | \$ 42,964               | \$ -                |
| Accounts Receivable - Net   | 76                     | -                           | 23,128                  | 2,593               |
| Interest and Dividends Receivable                                     | 13,096                 | 2,878                       | -                       | 1,048               |
| Due from Primary Government   | -                      | -                           | 6,547                   | 10,616              |
| Due from Other Governments  | -                      | -                           | 14,873                  | 1,384               |
| Loans, Notes, and Bonds Receivable                                    | 927,651                | 61,171                      | -                       | 6,347               |
| Inventories   | -                      | -                           | 11,134                  | -                   |
| Restricted Assets   | -                      | 317,434                     | 27,310                  | 1,167,953           |
| Securities Lending Collateral   | -                      | -                           | -                       | -                   |
| Other Assets  | -                      | 735                         | 20,071                  | 2                   |
| Capital Assets:   |                        |                             |                         |                     |
| Equipment, Net of Depreciation  | -                      | -                           | 159,293                 | 178                 |
| Buildings, Net of Depreciation  | -                      | -                           | 428                     | -                   |
| Infrastructure, Net of Depreciation                                   | -                      | -                           | 694,284                 | 177,552             |
| Land / Right-of-Way   | -                      | -                           | 35,878                  | 11,212              |
| Construction in Progress  | -                      | -                           | 33,730                  | 179,218             |
| <b>Total Assets</b>   | <b>1,013,513</b>       | <b>413,930</b>              | <b>1,069,440</b>        | <b>1,558,103</b>    |
| <b>DEFERRED OUTFLOWS OF RESOURCES</b>                                 |                        |                             |                         |                     |
| Deferred Charge on Bond Refundings                                    | -                      | -                           | -                       | 91                  |
| Deferred Outflows Related to Pensions                                 | -                      | -                           | -                       | -                   |
| <b>Total Deferred Outflows of Resources</b>                           | <b>-</b>               | <b>-</b>                    | <b>-</b>                | <b>91</b>           |
| <b>LIABILITIES</b>  |                        |                             |                         |                     |
| Accounts Payable and Accrued Liabilities                              | 45                     | 390                         | 28,940                  | 23,449              |
| Obligations Under Securities Lending                                  | -                      | -                           | -                       | -                   |
| Due to Primary Government   | 212                    | 1,738                       | 7,344                   | 29,199              |
| Due to Component Units  | -                      | -                           | -                       | 2,881               |
| Due to Other Governments  | -                      | 853                         | -                       | 273                 |
| Interest Payable  | 13,080                 | 196                         | 2,081                   | 1,953               |
| Other Current Liabilities   | 3,095                  | -                           | 948                     | -                   |
| Long-term Liabilities:  |                        |                             |                         |                     |
| Portion Due or Payable Within One Year:                               |                        |                             |                         |                     |
| Claims, Judgments, Compensated Absences,<br>and Pollution Remediation | -                      | -                           | 477                     | -                   |
| Unearned Revenue  | -                      | -                           | 3,301                   | -                   |
| Notes, Bonds, and Leases Payable                                      | 56,455                 | 50,513                      | 15,037                  | 6,570               |
| Other Noncurrent Liabilities  | -                      | -                           | -                       | 475                 |
| Portion Due or Payable After One Year:                                |                        |                             |                         |                     |
| Claims, Judgments, Compensated Absences,<br>and Pollution Remediation | -                      | -                           | 2,140                   | -                   |
| Unearned Revenue  | -                      | -                           | -                       | -                   |
| Notes, Bonds, and Leases Payable                                      | 684,465                | 137,856                     | 106,226                 | 63,856              |
| Net Pension Liabilities   | -                      | -                           | -                       | -                   |
| Other Noncurrent Liabilities  | -                      | 1,554                       | 581                     | 929                 |
| <b>Total Liabilities</b>  | <b>957,352</b>         | <b>193,102</b>              | <b>167,075</b>          | <b>131,387</b>      |
| <b>DEFERRED INFLOWS OF RESOURCES</b>                                  |                        |                             |                         |                     |
| Grant Revenue   | -                      | -                           | 597,616                 | -                   |
| Deferred Inflows Related to Pensions                                  | -                      | -                           | 42                      | -                   |
| <b>Total Deferred Inflows of Resources</b>                            | <b>-</b>               | <b>-</b>                    | <b>597,658</b>          | <b>-</b>            |
| <b>NET POSITION</b>   |                        |                             |                         |                     |
| Net Investment in Capital Assets                                      | -                      | -                           | 204,534                 | 297,005             |
| Restricted for:   |                        |                             |                         |                     |
| Permanent Funds   |                        |                             |                         |                     |
| Nonexpendable   | -                      | -                           | -                       | -                   |
| Expendable  | -                      | -                           | -                       | -                   |
| Education   | -                      | 125,116                     | -                       | -                   |
| Development   | -                      | -                           | 100,173                 | -                   |
| Debt Service  | 37,474                 | -                           | -                       | 21,825              |
| Other Purposes  | -                      | -                           | -                       | 1,107,977           |
| Unrestricted  | 16,687                 | 95,710                      | -                       | -                   |
| <b>Total Net Position</b>   | <b>\$ 56,161</b>       | <b>\$ 220,828</b>           | <b>\$ 304,707</b>       | <b>\$ 1,426,807</b> |





## Senate Joint Resolution 2- House Education Witness List

Diane Barrans, Executive Director, Alaska Commission on Postsecondary Education- In Person

