

ALASKA LEGISLATURE SPECIAL COMMITTEE / SUBJECT FILE 8672

1151 SCOMM 34: HOUSE SPEC. COMMITTEE ON STATE LOANS 1983-84 318

1 created in the Department of Community and Regional Affairs, the home
2 ownership assistance fund consisting of money appropriated to it by
3 the legislature. Money in the fund shall be used solely to assist
4 persons of lower and moderate income to purchase single-family homes
5 financed under AS 44.47.360 - 44.47.560 by providing a subsidy to
6 those persons.

7 (b) The subsidy provided by this section may not exceed the
8 amount that is necessary to reduce the annual interest rate paid on
9 the mortgage loan to six percent.

10 (c) A mortgage loan that is subsidized from the home ownership
11 assistance fund may not exceed \$120,000.

12 (d) The division shall adopt regulations that establish maximum
13 income-to-loan payment ratios for persons who apply for a subsidy
14 under this section.

15 (e) In this section, "persons of lower and moderate income"
16 means individuals considered by the division to require assistance
17 under this section because of inadequate income or other limited
18 personal financial resources, taking into consideration

- 19 (1) the amount of total income available for housing needs;
20 (2) the size of the family;
21 (3) the cost and condition of available housing;
22 (4) standards established in various federal programs for
23 determining eligibility based on income;
24 (5) the ability to enter the private housing market and to
25 pay market amounts for decent, safe, and sanitary housing; and
26 (6) other factors considered relevant by the division.

27 * Sec. 14. AS 44.47.390(4) is amended to read:

28 (4) originate a direct loan for nonconforming or rural
29 housing or purchase or participate in the purchase of a nonconforming

1 or rural housing mortgage loan, other than a loan for the repair,
2 remodeling, rehabilitation, or expansion of an existing owner-occupied
3 residence, if the borrower has an outstanding housing loan made under
4 a state loan program, other than a loan for nonowner-occupied housing
5 under AS 44.47.520, that bears interest at a rate that was less than
6 the prevailing market interest rate for similar housing loans at the
7 time the loan was made.

8 * Sec. 15. AS 44.47.410 is amended to read:

9 Sec. 44.47.410. INTEREST ON LOANS. (a) The interest rate on a
10 mortgage loan originated or purchased in whole or in part under
11 AS 44.47.380 for nonconforming housing that is not rural housing is
12 one-quarter percent more than [EQUAL TO] the interest rate, as deter-
13 mined under AS 18.56.098(g)(1) - (4), on a mortgage loan purchased
14 under AS 18.56.098(a) from the proceeds of the most recent applicable
15 issue of taxable bonds before the origination or purchase of the
16 mortgage loan originated or purchased under AS 44.47.380.

17 (b) The interest rate on a mortgage loan originated or purchased
18 in whole or in part under AS 44.47.380 for rural housing is one per-
19 cent less than the interest rate, as determined under AS 18.56.098-
20 (g)(1) - (4), on a mortgage loan purchased under AS 18.56.098(a) from
21 the proceeds of the most recent applicable issue of taxable bonds
22 before the origination or purchase of the mortgage loan originated or
23 purchased under AS 44.47.380 [10-1/2 PERCENT].

24 * Sec. 16. AS 44.47.560(5) is repealed and reenacted to read:

25 (5) "rural" means of or relating to a community in the
26 state with a population of 4,500 or less, as determined by the depart-
27 ment under AS 29.88.015, that

- 28 (A) is not connected by road or rail to Anchorage; or
29 (B) is connected by road or rail to Anchorage, but is

1 more than 50 air miles from Anchorage;

2 * Sec. 17. AS 45.88.500(2) is amended by adding a new subparagraph to
3 read:

4 (E) a steam, hot water, or ducted hot air central
5 heating system that uses solid fuel;

6 * Sec. 18. AS 18.56.098(g)(2) and AS 44.47.385 are repealed.

7 * Sec. 19. Section 13 of this Act takes effect January 1, 1984.

8 * Sec. 20. Sections 1 - 12, and 14 - 18 of this Act take effect immedi-
9 ately in accordance with AS 01.10.070(c).
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THE LEGISLATURE OF THE STATE OF ALASKA
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST
Bill/Resolution No. SCS CSHB 302
Title State loan programs
Requested by Senate Finance Committee Date 6-20-83

II. FISCAL DETAIL
Agency Affected Community and Regional Affairs
Program Category Affected Housing Assistance
BRU, Program, or Subprogram(s) Affected _____
(Note: If more than one budget component is affected, separate line-item amounts and funding for each component in the analysis section.)

EXPENDITURES (Thousands of Dollars)

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
100 PERSONAL SERVICES					141.0	
200 TRAVEL					41.0	
300 CONTRACTUAL					12.0	
400 COMMODITIES					29.0	
500 EQUIPMENT					3.0	
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.					5,000.0	
TOTAL					5,226.0	

FUNDING (Thousands of Dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER (Specify Fund Source)					5,226.0	

POSITIONS

FULL TIME					5.0	
PART TIME						
TEMPORARY						

III. ANALYSIS (See Fiscal Note Preparation Instructions, Section II)
The operating funds for the HOF and low-income program shall come from program receipts. The \$5,000,000 in grants and claims shall come from unused AIDA Certificates of Deposit for the multi-family housing program established in ch. 114, SLA 1982.

IV. DATE 6-20-83 PREPARED BY Senator Frank R. Ferguson
AGENCY Legislature
PHONE 465-4923
Original: Legislative Finance
cc: Budget and Management
Prime Sponsor (First Legislator Named)

Home Ownership Assistance Fund (HOAF) Assumptions for Fiscal Note

1. AHFC made 381 HOF loans in FY'81 for \$24.7 million with an average loan amount of \$64,829.00. AHFC made 903 HOF loans in FY'82 for \$58.1 million with an average loan amount of \$64,341.00. HAD's average loan amount is \$87,500.00. HAD projects a FY'84 HOAF program of 176 loans at \$85,000.00 each for a total of \$15 million in loans made.
2. HAD projects a HOAF Program based on rural Alaskan needs as follows:
 - a. Dwelling Price Maximums

1 or 2 member family	\$100,000
3 member family	105,000
4 member family	110,000
5 or more member family	120,000
 - b. Income Maximums

Adult family members	30,000
1st child	5,000
Each additional child	1,500
to program maximum of	39,000
 - c. Asset Maximums
3 times income for all borrowers
3. Subsidies are calculated for payments of 1 adult and 2 children in rural Alaska to be subsidized from ratchet rate of 10% to HOAF rate of 6%. Average salary is computed at \$2,835 per month with subsidy of \$235.30 per month.
4. Capital projections assume accumulated subsidy projections. Annual subsidy rates are noted.
5. Revenue projections assume accumulated interest of 6% returning to the General Fund. Annual interest earnings are noted. Principal repayment is assumed to revolve back to the fund and is not calculated as revenue.
6. Position requests assume a specialization of duties and can absorb the year round program levels projected with no increased staff.
7. Travel is assumed to reflect both direct and indirect lending services of the division. FY'84 travel reflects the following specific assumptions:

2,500	Loan Examiner I to hearings in six field locations
3,600	Accountant, 6 trips to Juneau
5,000	Central office to bring field staff for training on new program
30,000	6 field offices @ 5,000 each for increased direct services and program outreach

8. Contractual assumptions were as follows:
8,500 New regulations - HOAF
3,500 Computer programming
9. Commodities assumptions were based on present cost of equipment for desks, chairs, files, WANG stations and data processing equipment.
10. Equipment is assumed at \$500 per new position plus \$500 for extra supplies to field.
11. Annual projections carry a 6% inflation calculation.

Notes for Form 13 Calculations

1. All salaries are based on GGU Salary Schedule for A ranges effective 1/1/83 for number of months requested.
2. Benefits were calculated at .0613 of gross salaries.
3. Supplemental benefits were calculated at DCRA FY'84 variable rate of .1537.
4. Fixed benefits were calculated at gross salary x 240.

Notes for Personal Services Category Projections

1. FY'84 impacts for new positions varied between 12 and 6 months. FY'85 projections assume all positions at 12 month plus 6% salary inflation costs. Subsequent years assume only annual inflation rate of 6%.

Notes for Revenue Projections

1. Monthly distribution of capital funds and, therefore, monthly interest calculations due on payments of first year operations cannot be accurately projected until program becomes operational. These figures are division's best estimates.

STATE OF ALASKA
FISCAL NOTE

Revision Date , 1983

I. REQUEST

Bill/Resolution No.: CSHB 302 (Loans)
Title: Relating to housing loans & State
Sponsor: House Spc. Comm. on Loans Alt.
Requestor: _____ Funds

II. FISCAL DETAIL

Agency Affected: Commerce & Econ. Develop.
Program Category Affected: Development
BRU, Program of Subprogram(s) Affected: Investments

EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 83	FY 84	FY 85	FY 86	FY 87	FY 88
OPERATING						
100 PERSONAL SERVICES		41.4	43.5	45.7	48.0	50.4
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES		.8	.1	.1	.1	.1
500 EQUIPMENT		3.5	0	0	0	0
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC						
TOTAL OPERATING		45.7	43.6	45.8	48.1	50.5
CAPITAL			0	0	0	0
REVENUE		0	0	0	0	0

FUNDING: (Thousands of Dollars)

GENERAL FUND		45.7	43.6	45.8	48.1	50.5
FEDERAL FUNDS						
OTHER (Specify Source)						

POSITIONS:

FULL-TIME		1	1	1	1	1
PART-TIME						
TEMPORARY						
STAFF MONTHS		12	12	12	12	12

III. SOURCE OF FUNDS TO OFFSET FISCAL IMPACT OF BILL:

IV. ANALYSIS: Attach a separate page for any Analysis

Prepared By: Paul B. Arnoldt, Director
Division: Investments

Phone: 465-2510

Date: 5/6/83

Approved by Commissioner: Richard A. Lyon
Department: Commerce and Economic Development

Date: 5/9/83

Distribution:

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3/8/83

CSHB 302 (Loans)

FISCAL NOTE ANALYSIS

As a result of the split of the Division of Loans and Veterans' Affairs into the Division of Investment and the Division of Accounting & Collections, we anticipate an increase in our operating efficiency sufficient to be able to absorb a portion of the 350 additional loans that Section 17 of this bill will generate. This demand for 350 loans is based on an additional \$3.5 million being appropriated to the Alternative Technology and Energy Revolving Loan Fund in addition to the original FY '84 budget request.

FY '84

PERSONAL SERVICES

	<u>Location</u>	<u>Range</u>	<u>Months</u>	<u>Monthly</u>	<u>Annual</u>
1 Loan Examiner I-II	AWA	17	12	\$2,639.00	\$31,668.00
SBS @ .0613					1,941.00
Variable Benefits @ .1550					4,908.00
Fixed Benefits @ \$240 x 12					2,880.00
Total Personal Services					<u>\$41,397.00</u>

COMMODITIES

1 calculator	331.51
1 chair	247.47
Setup costs	40.00
Supplies	100.00
Total Commodities	<u>\$ 718.98</u>

EQUIPMENT

1 Support work station	\$ 3,536.50
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STATE OF ALASKA
FISCAL NOTE

Revision Date , 1983

I. REQUEST

Bill/Resolution No.: CSHB 302 (Loans)
Title: Relating to housing Loans & State
Sponsor: House Spec. Committee on Loans
Requestor: _____

II. FISCAL DETAIL

Agency Affected: Commerce & Econ. Develop
Program Category Affected: Development
BRU, Program of Subprogram(s) Affected: Accounting & Collections
Fund) _____

EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 83	FY 84	FY 85	FY 86	FY 87	FY 88
OPERATING						
100 PERSONAL SERVICES		32.3	35.6	37.4	39.2	41.2
200 TRAVEL						
300 CONTRACTUAL		2.5	2.8	2.9	3.1	3.2
400 COMMODITIES		1.4	.4	.4	.4	.5
500 EQUIPMENT		2.2	0	0	0	0
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC						
TOTAL OPERATING		38.4	38.8	40.7	42.7	44.9
CAPITAL		0	0	0	0	0
REVENUE		0	0	0	0	0

FUNDING: (Thousands of Dollars)

GENERAL FUND		38.4	38.8	40.7	42.7	44.9
FEDERAL FUNDS						
OTHER (Specify Source)						

POSITIONS:

FULL-TIME		0	0	0	0	0
PART-TIME		2	2	2	2	2
TEMPORARY						
STAFF MONTHS		12	12	12	12	12

III. SOURCE OF FUNDS TO OFFSET FISCAL IMPACT OF BILL:

IV. ANALYSIS: Attach a separate page for any Analysis

Prepared By: Margaret I. Hamley, Director *M. Hamley* Phone: 465-2510
Division: Accounting & Collections Date: 5-4-83
Approved by Commissioner: Richard A. Lyon *R. Lyon* Date: 5/7/83
Department: Commerce & Economic Development

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3/8/83

As a result of the split of the Division of Loans and Veterans' Affairs into the Division of Investments and the Division of Accounting & Collections, we anticipate being able to increase our operating efficiency sufficiently to be able to correct the present problems that have been noted in recent audits, and to eliminate the need for the excessive overtime presently required. To add 350 loans per year to our current loan servicing volume would presently require additional part-time staffing as described below.

FY '84

PERSONAL SERVICES

	<u>Location</u>	<u>Months</u>	<u>Monthly</u>	<u>Annual</u>
1 Accounting Tech. I	AWA	6	1,889	\$11,334
1 Accounting Tech. II	AWA	6	2,145	12,870
				<u>24,204</u>
SBS @ .0613				1,484
Variable benefits @ .1550				3,752
Fixed benefits @ \$240 x 12				2,880
Total Personal Services				<u>\$32,320</u>

CONTRACTUAL

Data processing costs @ \$.60 per month per loan	\$ 2,520
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COMMODITIES

2 calculators @ \$331	\$ 662
2 chairs @ \$169	338
Setup costs @ \$40/person	80
Supplies @ \$150/person per year	300
	<u>\$ 1,380</u>

EQUIPMENT

1 Technical workstation	<u>\$ 2,178</u>
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STATE OF ALASKA
FISCAL NOTE

Revision Date 5/6, 1983

I. REQUEST

Bill/Resolution No: CSHB 302 (Loans)

Title: AHFC - Semi rural loans

Sponsor: Special Committee on Loans

Requestor: Housing Finance

II. FISCAL DETAIL

Agency Affected: Revenue

Program Category Affected: Econ. Dev.

BRU, Program of Subprogram(s) Affected:
Alaska Housing Finance Corporation

EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 83	FY 84	FY 85	FY 86	FY 87	FY 88
OPERATING						
100 PERSONAL SERVICES	-	-	-	-	-	-
200 TRAVEL	-	-	-	-	-	-
300 CONTRACTUAL	-	-	-	-	-	-
400 COMMODITIES	-	-	-	-	-	-
500 EQUIPMENT	-	-	-	-	-	-
600 LANDS & STRUCTURES	-	-	-	-	-	-
700 GRANTS, CLAIMS, ETC.	-	-	-	-	-	-
TOTAL OPERATING	-	-	-	-	-	-

CAPITAL	12.5M	-	-	-	-	-
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REVENUE	-	-	-	-	-	-
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FUNDING: (Thousands of Dollars)

GENERAL FUND	12.5M	-	-	-	-	-
FEDERAL FUNDS	-	-	-	-	-	-
OTHER (Specify Source)	-	-	-	-	-	-
-	-	-	-	-	-	-

POSITIONS:

FULL-TIME	-	-	-	-	-	-
PART-TIME	-	-	-	-	-	-
TEMPORARY	-	-	-	-	-	-

III. SOURCE OF FUNDS TO OFFSET FISCAL IMPACT OF BILL:

IV. ANALYSIS: Attach a separate page for any Analysis.

Prepared By: Michael S. Lynch

Division: Alaska Housing Finance Corporation

Approved by Commissioner: Robert D. Heath

Department: Revenue

Phone: 276-5599

Date: 5/6/83

Date: 5/6/83

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STATE OF ALASKA

THE LEGISLATURE
BUDGET AND AUDIT COMMITTEE

AUDIT DIVISION
POUCH W
JUNEAU, ALASKA 99811

February 23, 1983

Members of the
Legislative Budget and Audit Committee:

Re: Capital City Revolving Loan Fund

This letter constitutes our report on the Capital City Revolving Loan Fund, Department of Revenue, for the fiscal year ended June 30, 1982.

The purpose of our review was to determine the compliance by the Department of Revenue, with applicable State statutes and regulations governing the fiscal activities of the Fund.

ORGANIZATION AND FUNCTION

Alaska Statute 44.07.160 states that the purpose of the Capital City Revolving Loan Fund is to make loans to the Alaska Capital City Development Corporation to assist the corporation in the planning for and development of the new capital city. Chapter 143, SLA 1978, provides that the effective date of Alaska Statute 44.07 will be 30 days after certification that a bond issue for costs of relocation of the capital has been adopted by the voters of the State.

Several laws and initiatives relating to capital relocation and indemnification were repealed as a result of the rejection of Ballot Measure No. 8 in the November 2, 1982 general election. It is the opinion of the Attorney General, however, that Alaska Statute 44.07.160 was not included in those repealed. Therefore, the Legislature should consider repealing this loan fund.



Gerald L. Wilkerson, CPA
Legislative Auditor
Division of Legislative Audit



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Signature of Camera Operator


Date

SCOMM

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34:12

ANALYSIS OF STATE LOAN AND GRANT PROGRAM FUNDING
Prepared by the House Special Committee on State Loans

Bill Sec	Program	Amount requested in CSHB 315 (Loans)	Amount requested last year*	Amount requested in Gov's Capital Budget (1-11-83)
01	AHFC Special Mortgage Loan Purchase	\$19,500,000	\$105,000,000	\$100,000,000
02	AHFC Home Ownership Assistance	\$50,000,000	\$45,000,000	\$50,000,000
03	C&RA Senior Citizens Housing Development	\$19,530,000	\$10,000,000	\$2,500,000
04	C&RA Housing Assistance Loan Fund (for existing programs)	\$45,000,000	\$45,000,000	\$45,000,000
05	C&RA Housing Assistance Loan Fund (for implementation of HOAF; see HB 302, section 13)	\$15,000,000	n/a	n/a
06	C&RA Home Ownership Assistance Fund (for capitalization of new program; see HB 302, section 13)	\$650,000	n/a	n/a
07	C&RA (for new program operating costs; see HB 302, section 13)	\$226,000	n/a	n/a
08	C&ED Division of Investments	\$24,083,900	\$51,800,000	\$28,508,900
09	DNR Agricultural Loan	\$10,000,000	\$10,000,000	\$10,000,000
10	Scholarship Loan	\$65,000,000	\$52,000,000	\$60,000,000
11	Scholarship Loan (federal receipts)	\$850,000	\$986,100	\$850,000
12	APA Rural Electrification Loan	\$1,000,000	0	\$1,000,000

* Amounts taken from CCSSB 322, Appropriation to various state loan and grant programs, (1982)

ANALYSIS OF STATE LOAN AND GRANT PROGRAM FUNDING
Prepared by the House Special Committee on State Loans

Bill Sec	Program	Amount requested in CSHB 315 (Loans)	Amount requested last year*	Amount requested in Gov's Capital Budget (1-11-83)
01	AHFC Special Mortgage Loan Purchase	\$19,500,000	\$105,000,000	\$100,000,000

Supervisory/Administrative Agency: Department of Revenue

Statutory Authority: AS 18.56.010 - AS 18.56.210 Reference: page 81, State Loan Programs

Program Description: The Special Mortgage Loan Purchase Program is intended to assist in the acquisition and development of land and in the construction, rehabilitation, and refinancing of housing for people of lower income, as well as for all Alaskans. The Special Mortgage Loan Purchase Program is AHFC's principal financing program, accounting for approximately 90 percent of the agency's lending activities.

Funding breakdown:

Continuation funding.....	7,000,000
Additional funding to.....	12,500,000
compensate for certain	
provisions of CSHB 302	
(Loans)	
	<u>19,500,000</u>

Comments:

* Amounts taken from CCSSB 322, Appropriation for various state loan and grant programs (1982)

ANALYSIS OF STATE LOAN AND GRANT PROGRAM FUNDING
Prepared by the House Special Committee on State Loans

Bill Sec	Program	Amount requested in CSHB 315 (Loans)	Amount requested last year*	Amount requested in Gov's Capital Budget (1-11-83)
02	AHFC Home Ownership Assistance	\$50,000,000	\$45,000,000	\$50,000,000

Supervisory/Administrative Agency: Department of Revenue

Statutory Authority: AS 18.56.091

Reference: page 65, State Loan Programs

Program Description: The Home Ownership Assistance Program is intended to provide mortgage subsidies to people of low and moderate income. By a corporation funding mechanism, the appropriation to the Home Ownership Assistance Program is invested in Alaskan mobile home loans purchased under the mobile home loan purchase program; the subsequent interest income stream is then used to subsidize actual HOAP loans.

Funding breakdown:

Continuation funding.....50,000,000

50,000,000

Comments:

* Amounts taken from OCSSB 322, Appropriation for various state loan and grant programs (1982)

ANALYSIS OF STATE LOAN AND GRANT PROGRAM FUNDING
Prepared by the House Special Committee on State Loans

Bill Sec	Program	Amount requested in CSHB 315 (Loans)	Amount requested last year*	Amount requested in Gov's Capital Budget (1-11-83)
03	C&RA Senior Citizens Housing Development	\$19,530,000	\$10,000,000	\$2,500,000

Supervisory/Administrative Agency: Department of Community and Regional Affairs, Housing Assistance Div.

Statutory Authority: AS 44.47.610 - AS 44.47.620

Reference: Letter from C&RA

Program Description: The Senior Citizens Housing Development Fund is intended to alleviate the shortage of decent, safe, and sanitary residential housing available at low or moderate prices or rentals to persons 60 years of age or older.

Funding breakdown:

Continuation funding.....	2,500,000
Additional funding to.....	17,030,000
meet projected shortfall	
	<u>19,530,000</u>

Comments:

* Amounts taken from CCSSB 322, Appropriation for various state loan and grant programs (1982)

ANALYSIS OF STATE LOAN AND GRANT PROGRAM FUNDING
Prepared by the House Special Committee on State Loans

Bill Sec	Program	Amount requested in CSHB 315 (Loans)	Amount requested last year*	Amount requested in Gov's Capital Budget (1-11-83)
04	C&RA Housing Assistance Loan Fund (for existing programs)	\$45,000,000	\$45,000,000	\$45,000,000

Supervisory/Administrative Agency: Department of Community and Regional Affairs, Housing Assistance Div.

Statutory Authority: AS 44.47.380 - AS 44.57.560

Reference: page 87, State Loan Programs

Program Description: The Housing Assistance Loan Fund is intended to provide funding for mortgages, building materials, renovations, and improvements for nonconforming and rural housing.

Funding breakdown:

Continuation funding.....45,000,000
45,000,000

Comments:

* Amounts taken from CCSSB 322, Appropriation for various state loan and grant programs (1982)

ANALYSIS OF STATE LOAN AND GRANT PROGRAM FUNDING
Prepared by the House Special Committee on State Loans

Bill Sec	Program	Amount requested in CSHB 315 (Loans)	Amount requested last year*	Amount requested in Gov's Capital Budget (1-11-83)
05	C&RA Housing Assistance Loan Fund (for implementation of HOAF; see below)	\$15,000,000	n/a	n/a

Supervisory/Administrative Agency: Department of Community and Regional Affairs, Housing Assistance Div.

Statutory Authority: (HALF) AS 44.47.380 - AS 44.47.560 Reference: Section 13, HB 302 also

Program Description: The proposed Home Ownership Assistance Fund is intended to subsidize mortgage loans for people with low or moderate income, subject to the definitions and restrictions in section 13 of House Bill 302. C&RA projects that the new subsidy program will result in substantially higher demand.

Funding breakdown:

Funding for increased.....	15,000,000
demand due to new loan program, Home Ownership Assistance Fund, in HB 302 (see bill for details)	
	<u>15,000,000</u>

Comments:

* Amounts taken from CCSSB 322, Appropriation for various state loan and grant programs (1982)

ANALYSIS OF STATE LOAN AND GRANT PROGRAM FUNDING
Prepared by the House Special Committee on State Loans

Bill Sec	Program	Amount requested in CSHB 315 (Loans)	Amount requested last year*	Amount requested in Gov's Capital Budget (1-11-83)
06	C&RA Home Ownership Assistance Fund (for capitalization of new program; see below)	\$650,000	n/a	n/a

Supervisory/Administrative Agency: Department of Community and Regional Affairs, Housing Assistance Div.

Statutory Authority: n/a, see Section 13, HB 302

Reference: Section 13, HB 302

Program Description: The proposed Home Ownership Assistance Fund is intended to subsidize mortgage loans for people with low or moderate income, subject to the definitions and restrictions in section 13 of House Bill 302.

Funding breakdown:

Funding for new loan.....	650,000
program, Home Ownership Assistance Fund, in HB 302 (see bill for details)	
	<u>650,000</u>

Comments:

* Amounts taken from CCSSB 322, Appropriation for various state loan and grant programs (1982)

ANALYSIS OF STATE LOAN AND GRANT PROGRAM FUNDING
Prepared by the House Special Committee on State Loans

Bill Sec	Program	Amount requested in CSHB 315 (Loans)	Amount requested last year*	Amount requested in Gov's Capital Budget (1-11-83)
07	C&RA (for new program operating costs; see HB 302, section 13)	\$226,000	n/a	n/a

Supervisory/Administrative Agency: Department of Community and Regional Affairs, Housing Assistance Div.

Statutory Authority: n/a, see Section 13, HB 302

Reference: Section 13, HB 302

Program Description: The proposed Home Ownership Assistance Fund is intended to subsidize mortgage loans for people with low or moderate income, subject to the definitions and restrictions in section 13 of House Bill 302.

Funding breakdown:

Funding for operation of.....	226,000
new loan program, Home Ownership Assistance Fund, in HB 302 (see bill for details)	
	<u>226,000</u>

Comments:

* Amounts taken from CCSSB 322, Appropriation for various state loan and grant programs (1982)

ANALYSIS OF STATE LOAN AND GRANT PROGRAM FUNDING
Prepared by the House Special Committee on State Loans

Bill Sec	Program	Amount requested in CSHB 315 (Loans)	Amount requested last year*	Amount requested in Gov's Capital Budget (1-11-83)
08	C&ED Division of Investments	\$24,083,900	\$51,800,000	\$28,508,900

Supervisory/Administrative Agency: Department of Commerce and Economic Development, Div. of Investments

Statutory Authority: see specific programs below

Reference: see specific programs below

Program Descriptions:	<u>Loan Program</u>	<u>Statute</u>	<u>Allocation</u>	<u>Reference</u>
	alternative technology and energy loans	AS 45.88	4,000,000	p.57
	commercial fishing loans	AS 16.10.300-		
		AS 16.10.370	9,091,000	p.29
	child care facility loans	AS 44.30.240	869,500	p.97
	historical district loans	AS 45.98	500,000	p.113
	fisheries enhancement loans	AS 16.10.500	6,500,000	p.33
	residential energy conservation loans	AS 45.89	3,123,400	p.59

Funding breakdown:

See above for individual programs

Comments:

* Amounts taken from CCSSB 322, Appropriation for various state loan and grant programs (1982)

ANALYSIS OF STATE LOAN AND GRANT PROGRAM FUNDING
Prepared by the House Special Committee on State Loans

Bill Sec	Program	Amount requested in CSHB 315 (Loans)	Amount requested last year*	Amount requested in Gov's Capital Budget (1-11-83)
09	DNR Agricultural Loan	\$10,000,000	\$10,000,000	\$10,000,000

Supervisory/Administrative Agency: Department of Natural Resources

Statutory Authority: AS 03.10.020 - AS 03.10.060 Reference: page 13, State Loan Programs

Program Description: The Agricultural Revolving Loan Fund is intended to promote the more rapid and effective development of agriculture as an industry throughout the state through long term, low interest loans.

Funding breakdown:

Continuation funding.....10,000,000
10,000,000

Comments:

* Amounts taken from CCSSB 322, Appropriation for various state loan and grant programs (1982)

ANALYSIS OF STATE LOAN AND GRANT PROGRAM FUNDING
Prepared by the House Special Committee on State Loans

Bill Sec	Program	Amount requested in CSHB 315 (Loans)	Amount requested last year*	Amount requested in Gov's Capital Budget (1-11-83)
10	Scholarship Loan	\$65,000,000	\$52,000,000	\$60,000,000

Supervisory/Administrative Agency: Commission on Postsecondary Education

Statutory Authority: AS 14.43.090 - AS 14.43.160 Reference: page 45, State Loan Programs

Program Description: The Scholarship Revolving Loan Fund is intended to provide educational loans at a low cost to Alaskan students enrolled in undergraduate, graduate, or career degree programs.

Funding breakdown:

Continuation funding.....	60,000,000
Additional funding based.....	5,000,000
on commission projections	
	<u>65,000,000</u>

Comments:

* Amounts taken from CCSSB 322, Appropriation for various state loan and grant programs (1982)

ANALYSIS OF STATE LOAN AND GRANT PROGRAM FUNDING
Prepared by the House Special Committee on State Loans

Bill Sec	Program	Amount requested in CSHB 315 (Loans)	Amount requested last year*	Amount requested in Gov's Capital Budget (1-11-83)
11	Scholarship Loan (federal receipts)	\$850,000	\$986,100	\$850,000

Supervisory/Administrative Agency: Commission on Postsecondary Education

Statutory Authority: AS 14.43.090 - AS 14.43.160 Reference: page 45, State Loan Programs

Program Description: The Scholarship Revolving Loan Fund is intended to provide educational loans at a low cost to Alaskan students enrolled in undergraduate, graduate, or career degree programs.

Funding breakdown:

Continuation funding.....850,000

850,000

Comments:

* Amounts taken from CCSSB 322, Appropriation for various state loan and grant programs (1982)

ANALYSIS OF STATE LOAN AND GRANT PROGRAM FUNDING
Prepared by the House Special Committee on State Loans

Bill Sec	Program	Amount requested in CSHB 315 (Loans)	Amount requested last year*	Amount requested in Gov's Capital Budget (1-11-83)
12	APA Rural Electrification Loan	\$1,000,000	Ø	\$1,000,000

Supervisory/Administrative Agency: Alaska Power Authority

Statutory Authority: AS 45.88.010 - AS 45.88.040 Reference: page 59, State Loan Programs

Program Description: The Rural Electrification Revolving Loan Fund is intended to make loans to electric utilities to extend electric service into rural areas of the state.

Funding breakdown:

Continuation funding.....	1,000,000
	1,000,000

Comments:

* Amounts taken from OCSSB 322, Appropriation for various state loan and grant programs (1982)

ALASKA HOUSING FINANCE CORPORATION
SPECIAL MORTGAGE LOAN PURCHASE PROGRAM
SUMMARY OF MORTGAGE DEMAND AND PROPOSED BOND FINANCINGS
Fiscal Year 1984

(In Millions)

	<u>Estimated Carry-Over From FY '83</u>	<u>Program Repayments And Earnings</u>	<u>Bond Proceeds</u>	<u>Sales Costs</u>	<u>Subsidy</u>	<u>Subsidy Allocation</u>	<u>Estimated Carry-Over To FY '85</u>	<u>Estimated FY '84 Mortgage Demand</u>
Taxable First Mortgage Program								
State Assisted Mortgage Bonds -								
Single-Family and Duplex	\$ 75	\$ 40	\$ 500	\$ (5)	\$ 165	\$ 29	\$ 75	\$ 729
Triplex and Four-plex	5	20					5	20
First Mortgage Veterans' Program -								
State Guaranteed Veterans' Bonds	10		225	(4)	32		10	253
Tax-Exempt First Mortgage Program -								
Home Mortgage Bonds	40		100	(3)	16	(13)	-0-	140
Taxable Second Mortgage Program -								
Second Mortgage Bonds	2		15	(1)	5		4	17
Tax-Exempt Second Mortgage Program -								
Home Improvement Loan Bonds	15						10	5
Reserve to Complete Open Series	—	—	—	—	16	(16)	—	—
TOTAL	\$ <u>147</u>	\$ <u>60</u>	\$ <u>840</u>	\$ <u>(13)</u>	\$ <u>234</u>	\$ <u>-</u>	\$ <u>104</u>	\$ <u>1,164</u>

ALASKA HOUSING FINANCE CORPORATION
SPECIAL MORTGAGE LOAN PURCHASE PROGRAM

SUMMARY OF MORTGAGE DEMAND AND PROPOSED BOND FINANCINGS
Fiscal Year 1984
<Attachment>

Assumptions

- Continued availability of credit facilities enabling the Corporation to issue intermediate term securities
- Level of subsidy for taxable first mortgage program at 3.00 percent. No modification to the ratchet and mortgage rates totally dependent upon the Corporation's cost of funds.
- Tax exempt interest rates not substantially higher than current levels.
- Federal tax exempt mortgage bond authorization terminating December 1983 (other than authorization for qualified veterans bonds which continues indefinitely). The \$100 million in bond sales reflected in the Schedule would be the last issue sold pursuant to the Mortgage Subsidy Bond Tax Act of 1980.
- Mortgage demand maintained at current levels with seasonal adjustments. Allocation between Taxable First Mortgage Program and State Guaranteed Veterans' Program based upon recent experience with increases anticipating broader definition of veteran. A potential exists for demand to exceed that estimated if the Corporation is able to continue to offer mortgages at rates close to current levels.
- Mortgage loans held in the SAM Fund and reverting from a previous pledge sold to yield approximately 13.50%.

NOTE: Activity in the Mobile Home Loan Purchase Program is not reflected in the schedule as funding is from appropriations to the Home Ownership Fund with the earnings on the loans used to meet obligations of the Corporation under assistance contracts entered into under the Home Ownership Assistance Program. The Corporation's capital budget request for the Home Ownership Fund for FY 84 is \$50 million which will be used to purchase mobile home loans.

ALASKA HOUSING FINANCE CORPORATION
Schedule of Subsidy Funds
<in Millions>

Second Half of FY 83

Subsidy Funds Available		\$ 19
Reverting Assets to be used for Subsidy		
Cash	\$103	
Discounted value of \$145* Million Mortgages	<u>109</u>	<u>\$212</u>
Total		231
Subsidy required January 1 through June 30, 1983		<u>97</u>
Subsidy Funds Available for FY 84		<u><u>\$134</u></u>

Fiscal Year 1984

Estimated Subsidy		\$234
Subsidy Funds Carried Forward		<u>134</u>
Revised FY 84 Subsidy Requirement		<u><u>\$100</u></u>

*\$172 million less estimated \$27 million required to fill outstanding bond issues.

ALASKA HOUSING FINANCE CORPORATION
Schedule of Proposed Financings
 <in Millions>

	Bond Issue	Required Subsidy	Mortgage Loan Pool
January 1 Through June 30, 1983			
Taxable First Mortgage Bonds			
SAM Series I	\$ 75	\$ 25	\$ 96
SAM Series J	75	25	96
SAM Series G	*	17*	151
	<u>\$150</u>	<u>67</u>	<u>343</u>
 Tax Exempt First Mortgage Bonds			
HMB 1983 First Series	<u>100</u>	<u>16</u>	<u>113</u>
 State Guaranteed Veterans Bonds			
SGB 1983 First Series	50	7	55
SGB 1983 Second Series	<u>50</u>	<u>7</u>	<u>55</u>
	<u>100</u>	<u>14</u>	<u>110</u>
	<u>\$350</u>	<u>\$ 97</u>	<u>\$566</u>
 July 1, 1983 Through June 30, 1984			
Taxable First Mortgage Bonds	\$500	\$165	\$660
Tax Exempt First Mortgage Bonds	100	16	97
State Guaranteed Veterans' Bonds	225	32	253
Taxable Second Mortgage Bonds	15	5	19
Reserve to Complete Open Series	<u> </u>	<u>16</u>	<u>16</u>
	<u>\$840</u>	<u>\$234</u>	<u>\$1,045</u>

* SAM Series G was sold on August 3, 1982. As a result of the dramatic decline in interest rates the Corporation's Board of Directors elected to sell Series H and put the substantially lower mortgage funds out while "warehousing" the \$130.5 million applicable to Series G. The \$17 million in additional subsidy required is the amount estimated necessary to put the mortgage funds out at the same rate in effect for SAM Series H.



AHFC MORTGAGE DISTRIBUTION ANALYSIS
February 28, 1983

	<u>SPECIAL MORTGAGE PURCHASE PROGRAM</u>		<u>ALL PROGRAMS</u>	
	<u>Active Mortgages</u>	<u>% Of Mortgages</u>	<u>Active Mortgages*</u>	<u>% Of Mortgages</u>
Municipality of Anchorage	12,531	66.02	19,908	61.37
Fairbanks North Star Borough	1,965	10.35	3,789	11.68
City and Borough of Juneau	1,084	5.71	1,972	6.08
Other Areas of Alaska	<u>3,400</u>	<u>17.92</u>	<u>6,768</u>	<u>20.87</u>
	<u>18,980</u>	<u>100.00</u>	<u>32,437</u>	<u>100.00</u>
Rural Communities - (as defined under AHFC Rural Mortgage Purchase Program)	503	2.65	1,755	5.41
Other Communities	<u>18,477</u>	<u>97.35</u>	<u>30,682</u>	<u>94.59</u>
	<u>18,980</u>	<u>100.00</u>	<u>32,437</u>	<u>100.00</u>

* Does not include 2,155 loans transferred from the State of Alaska for the SAM Fund and Home Ownership Fund for which a geographical distribution is not available.

ALASKA HOUSING FINANCE CORPORATION
Mortgages Held - February 28, 1983

	<u>ACTIVE MORTGAGES*</u>	<u>% OF MORTGAGES</u>	<u>PRINCIPAL BALANCE</u>	<u>% OF DOLLARS</u>
Municipality of Anchorage	19,908	61.37	\$1,552,520,754.50	64.08
Southcentral [excluding Anchorage]	<u>5,028</u>	<u>15.50</u>	<u>347,453,637.53</u>	<u>14.34</u>
<u>TOTAL SOUTHCENTRAL</u>	<u>24,936</u>	<u>76.88</u>	<u>1,899,974,392.03</u>	<u>78.42</u>
Fairbanks North Star Borough	3,789	11.68	265,428,009.22	10.96
North [excluding Fairbanks]	<u>271</u>	<u>.84</u>	<u>19,397,985.89</u>	<u>.80</u>
<u>TOTAL NORTH</u>	<u>4,060</u>	<u>12.52</u>	<u>284,825,995.11</u>	<u>11.76</u>
City and Borough of Juneau	1,972	6.08	140,591,835.27	5.80
Southeast [excluding Juneau]	<u>1,469</u>	<u>4.53</u>	<u>97,553,966.96</u>	<u>4.03</u>
<u>TOTAL SOUTHEAST</u>	<u>3,441</u>	<u>10.61</u>	<u>238,145,802.23</u>	<u>9.83</u>
<u>TOTALS:</u>	<u>32,437</u>	<u>100.00</u>	<u>\$2,422,946,189.37</u>	<u>100.00</u>

* Does not include 2,155 loans transferred from the State of Alaska for the SAM Fund and Home Ownership for which a geographical distribution is not available.

ALASKA HOUSING FINANCE CORPORATION
Mortgages Held as of February 28, 1983

CITY	ACTIVE MORTGAGES*	% OF MORTGAGES	PRINCIPAL BALANCE	% OF DOLLARS
Anchor Point	18	.06	1,064,450.55	.04
Anchorage	17,742	54.70	1,370,426,792.46	56.56
Aniak	4	.01	208,200.65	.09
Auke Bay	15	.05	1,142,240.03	.05
Barrow	26	.08	1,216,653.89	.05
Bethel	187	.58	14,336,215.48	.59
Cantwell	1	.00	56,956.71	.00
Chitina	1	.00	10,199.76	.00
Chugiak	439	1.33	34,935,883.06	1.44
Clam Gulch	3	.01	299,389.68	.01
Cooper Landing	4	.01	291,986.59	.01
Copper Center	9	.03	510,726.30	.02
Cordova	118	.38	6,115,090.71	.26
Craig	14	.05	745,911.51	.03
Delta Junction	85	.27	4,968,638.81	.21
Dillingham	34	.11	2,362,430.45	.10
Douglas	79	.25	5,312,650.78	.23
Eagle River	1,628	5.02	139,676,629.27	5.77
Elfin Cove	1	.01	55,024.96	.00
Ester	3	.01	208,585.18	.01
Fairbanks	3,675	11.33	257,726,179.45	10.64
Ft. Yukon	3	.01	142,996.11	.01
Gakona	2	.01	229,172.35	.01
Galena	5	.02	247,255.71	.01
Gambell	1	.00	586.56	.00
Girdwood	96	.30	7,359,045.51	.30
Glennallen	20	.06	1,287,448.47	.05
Haines	31	.10	1,530,778.72	.07
Healy	3	.07	146,127.32	.01
Homer	228	.70	15,141,141.95	.63
Hoonah	12	.04	505,456.23	.02
Hope	1	.00	59,517.09	.00
Hydaburg	1	.00	19,652.21	.00
Iliamna	2	.01	54,131.20	.00
Indian	3	.01	122,404.20	.01
Juneau	1,878	5.79	134,136,944.46	5.54
Kake	1	.00	46,164.14	.00
Kasilof	28	.09	1,778,705.82	.08
Kenai	656	2.02	44,606,533.51	1.84
Ketchikan	730	2.25	49,747,330.78	2.05
Kiana	1	.00	4,163.78	.00
King Salmon	7	.02	649,431.35	.03
Klawock	1	.00	19,030.57	.00
Kodiak	463	1.43	31,181,995.36	1.29
Kodiak, Coast Guard Station	5	.02	412,032.96	.02
Kotzebue	65	.20	5,308,879.60	.22
Manokotak	1	.00	64,651.66	.00
McGrath	5	.02	227,114.07	.01
Metlakatla	4	.01	238,993.02	.01
Moose Pass	6	.02	273,560.21	.01

cf11

Mortgages Held as of February 28, 1983
(continued)

CITY (continued)	ACTIVE MORTGAGES*	% OF MORTGAGES	PRINCIPAL BALANCE	% OF DOLLARS
Mountain Village	1	.00	56,446.04	.00
Naknek	3	.01	186,425.33	.01
Nenana	12	.04	596,070.85	.02
Nikolai	1	.00	58,925.04	.00
Ninilchik	11	.03	641,696.68	.03
Nome	58	.18	5,919,785.24	.24
North Pole	111	.34	7,493,244.59	.31
Nunapitchuk	1	.00	34,247.82	.00
Ouzinkie	1	.00	61,006.90	.00
Palmer	591	1.82	40,269,007.35	1.66
Pelican	3	.01	129,519.64	.01
Petersburg	146	.45	8,419,603.76	.35
Port Alexander	1	.00	27,188.44	.00
Port Lions	1	.00	28,951.83	.00
Ruby	1	.00	22,338.26	.00
Russian Mission	4	.01	392,933.17	.02
Sand Point	14	.04	813,575.47	.04
Seldovia	10	.03	449,574.48	.02
Seward	101	.31	5,737,312.75	.24
Sitka	442	1.36	31,961,995.99	1.32
Skagway	25	.08	1,125,116.04	.05
Skwentna	3	.01	205,294.17	.01
Soldotna	597	1.84	39,656,407.86	1.64
St. Marys	5	.02	338,926.24	.01
St. Michaels	1	.00	39,654.00	.00
St. Paul Island	1	.00	19,857.77	.00
Sterling	68	.21	4,697,231.19	.20
Sutton	5	.02	221,460.20	.01
Talkeetna	9	.03	576,743.38	.03
Tanana	2	.01	96,736.89	.00
Tatitlek	6	.02	501,414.57	.02
Tok	7	.02	356,213.82	.02
Unalaska	11	.03	1,085,850.67	.05
Usibellie	6	.02	412,086.85	.02
Valdez	256	.79	18,905,159.81	.78
Ward Cove	4	.01	176,862.58	.01
Wasilla	1,486	4.58	108,778,358.30	4.49
Willow	34	.11	2,435,545.83	.10
Wrangell	49	.15	2,608,828.39	.11
Yakutat	4	.01	196,509.98	.01
TOTALS:	32,437	100.00	\$2,422,946,189.37	100.00

* Does not include 2,155 loans having an unamortized principal balance of \$113,030,286.35 at February 28, 1983 transferred from the State of Alaska.

ALASKA HOUSING FINANCE CORPORATION
DELINQUENCY EXPERIENCE

ALL LOANS

February 28, 1983

30 Days	2.91%
60 Days	.41
90 or More Days	.27
	<u>3.59%</u>

Delinquency statistics from the National Delinquency Survey published
by the Mortgage Bankers Association.

ALASKA
(All loans as of 12-31-82)

30 Days	1.85%
60 Days	.33%
90 or More Days	.19%
	<u>2.37%</u>

U.S. AVERAGE
(All loans as of 12-31-82)

30 Days	4.29%
60 Days	1.03%
90 or More Days	.89%
	<u>6.21%</u>

ments of principal and interest. The Corporation's system generates the collection reports and consolidates actual collections by individual bond series.

The Corporation reviews individual Seller/Service reports to ascertain the extent of mortgagor payment delinquencies and servicer processing delays in order to determine the appropriate corrective action, if any, to be taken by the Corporation or the Seller/Service. Under the Corporation's monitoring system, a Seller/Service is subject to suspension from participating in the program when its monthly reports for two consecutive months show delinquency rates more than 1.50 times the average delinquency rates experienced by the Seller/Service group as a whole.

Delinquency Experience of the Corporation

The table below summarizes the Corporation's delinquency experience at the dates indicated with respect to all Corporation mortgage loans (other than 2,098 mortgage loans with principal balances aggregating \$109,892,000 as of December 31, 1982, transferred to the SAM Fund by the State of Alaska which were originated and continue to be serviced by the Division of Veterans Affairs), regardless of the program under which such loans were acquired. The loans serviced by the Division of Veterans Affairs have been individually reviewed by the Corporation's staff and the Corporation believes such loans generally satisfy the documentation and credit underwriting standards met by the remainder of its portfolio.

Date	Number of Loans	Percent of Mortgage Loans with Installments Past Due			
		Total	31-60 Days	61-90 Days	91 Days or more
December 31, 1981	22,037	2.79%	2.17%	.32%	.30%
March 31, 1982	24,931	2.22	1.68	.25	.29
June 30, 1982	26,523	2.25	1.70	.29	.26
September 30, 1982	28,217	2.26	1.72	.24	.30
December 31, 1982	30,801	2.18	1.65	.27	.26

During the ten-year period the Corporation has purchased mortgage loans under its various programs, the Corporation has foreclosed (or received by assignment in lieu of foreclosure) 90 mortgage loans without experiencing any significant loss. Of the 32,899 mortgage loans owned by the Corporation at December 31, 1982, which had an unamortized principal balance of approximately \$2,404,640,000 at that date, 31 mortgage loans having an unpaid principal balance of \$2,022,000 were the subject of foreclosure proceedings. Changing economic conditions over which the Corporation has no control may affect future delinquency and foreclosure levels.

A summary of the geographic distribution of the Corporation's portfolio of active mortgage loans as of December 31, 1982, follows:

	Active Mortgages*	% of Mortgages	Principal Balance	% of Dollars
Municipality of Anchorage	18,823	61.32%	\$1,467,162,762	64.14%
Fairbanks North Star Borough	3,575	11.65	249,196,454	10.89
City and Borough of Juneau	1,888	6.15	134,237,536	5.87
Other	6,411	20.88	436,916,149	19.10
Totals	30,697	100.00%	\$2,287,512,901	100.00%

* Does not include 2,202 loans having an unamortized principal balance of \$117,127,184 at December 31, 1982, transferred from the State of Alaska.

AN ACT

Making appropriations for various state loan and grant programs; amending a 1981 appropriation for senior citizen housing; and providing for an effective date.

- * Section 1. The sum of \$105,000,000 is appropriated from the general fund to the Alaska Housing Finance Corporation for the special mortgage loan purchase program (AS 18.56.098).
- * Sec. 2. The sum of \$45,000,000 is appropriated from the general fund to the Alaska Housing Finance Corporation for the home ownership assistance program (AS 18.56.091).
- * Sec. 3. The sum of \$10,000,000 is appropriated from the general fund to the division of housing assistance in the Department of Community and Regional Affairs for grants made from the senior citizens housing development fund.
- * Sec. 4. The sum of \$45,000,000 is appropriated from the general fund to the division of housing assistance in the Department of Community and Regional Affairs for nonconforming, rural and non-owner occupied housing loans (AS 44.130 - 44.47.560).
- * Sec. 5. The sum of \$51,800,000 is appropriated from the general fund to the division of business loans and veterans' affairs, Department of Commerce and Economic Development for the following purposes in the following amounts:
- | | |
|---|--------------|
| mining loans (AS 27.09) | \$15,000,000 |
| commercial fishing loans (AS 16.10.300 - 16.10.370) | 9,400,000 |

Chapter 114

fisheries enhancement loan program	
(AS 16.10.500)	17,000,000
child care facilities loans (AS 44.33.240)	400,000
alternative technology and energy loans	
(AS 45.88)	4,000,000
residential energy conservation loans and	
grants (AS 45.89)	4,500,000
bulk fuel loans (AS 45.87.010)	1,000,000
historical district loans (AS 45.98)	500,000

* Sec. 6. The sum of \$10,000,000 is appropriated from the general fund to the Department of Natural Resources for loans from the agricultural revolving loan fund (AS 03.10.040).

* Sec. 7. The sum of \$52,000,000 is appropriated from the general fund to the scholarship revolving loan fund (AS 14.40.751) for the student loan program.

* Sec. 8. The sum of \$986,100 in federal program receipts for student loans and scholarships is appropriated to the scholarship revolving loan fund (AS 14.40.751) for the student loan program.

* Sec. 9. All right, title and interest in State of Alaska certificates of deposit held in the general fund, in an amount not to exceed \$29,000,000 in unpaid principal on July 1, 1982, and all right, title, and interest in mortgages, notes, and other instruments of security made in connection with those certificates of deposit, held in the general fund on July 1, 1982, are transferred and appropriated to the multifamily housing loans security fund in the Alaska Industrial Development Authority to provide a loan loss reserve for the enterprise development fund for multifamily housing loans made by the Alaska Industrial Development Authority from the multifamily housing loan account in the enterprise development fund.

* Sec. 10. Section 3, ch. 76, SLA 1981 is amended to read:

Sec. 3. The sum of \$8,000,000 is appropriated to the Department of Community and Regional Development, and construction of federally assisted housing projects and other housing that meets the needs of the citizens.

* Sec. 11. The appropriations made by this Act are for loan and grant funds and do not lapse in accordance with AS 01.10.070(c).

* Sec. 12. Section 10 of this Act takes effect on the date of the Act establishing the multifamily housing loans security fund in the Alaska Industrial Development Authority.

* Sec. 13. Sections 1 - 9, 11, and 12 of this Act take effect on the date of the Act in accordance with AS 01.10.070(c).

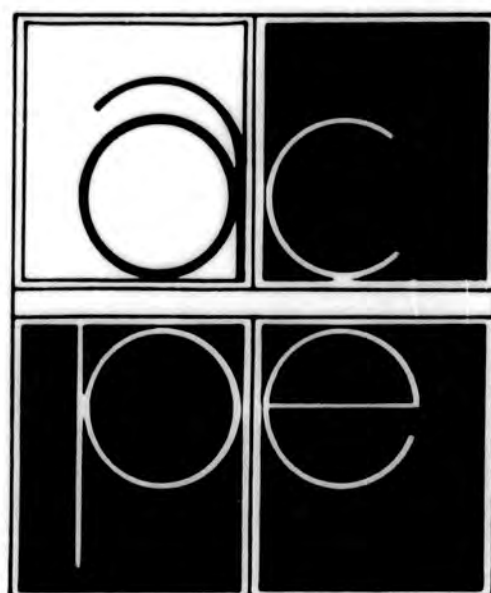
Chapter 114

Sec. 3. The sum of \$8,000,000 is appropriated from the general fund to the Department of Community and Regional Affairs for planning, development, and construction of federally assisted senior citizen housing projects and other housing that meets the special needs of senior citizens.

Sec. 11. The appropriations made by this Act are for the capitalization and grant funds and do not lapse in accordance with AS 37.25.010.

Sec. 12. Section 10 of this Act takes effect on the effective date of establishing the multifamily housing loans security fund in the Alaska Industrial Development Authority.

Sec. 13. Sections 1 - 9, 11, and 12 of this Act take effect immediately in accordance with AS 01.10.070(c).



Alaska Commission on Postsecondary Education

ALASKA STUDENT LOANS

Background and Discussion Materials
for the House Special Committee on State Loans

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PROGRAM DESCRIPTION

PURPOSES

1. To provide Alaskans with access to postsecondary educational resources through low-interest loans to students.
2. To encourage an educated citizenry through initial access to education and training and through inducements to utilize that education and training in Alaska.

TERMS

1. Undergraduates and vocational students may borrow up to \$6,000 per year of full-time study.
2. Graduate students may borrow up to \$7,000 per year of full-time study.
3. Students may borrow for up to 5 years of undergraduate study, or up to 5 years of graduate study, but for not more than 8 years combined.
4. A student must be a two-year Alaska resident to borrow and must maintain full-time study in good standing to continue borrowing Alaska student loans.
5. Loans may be used for attendance at any approved institution.
6. Proceeds from loans may only be used for the costs of tuition and fees, room and board, and books and supplies.
7. Loan repayment begins one year after the student ceases to be a full-time student (except for approved periods of deferment).
8. Repayment is over a 10-year period with provision for extending to 15 years if necessary.
9. Interest charged on the loans is 5%.

FORGIVENESS

If, upon completion of the program of study for which the loan was granted, the borrower resides in Alaska, a portion of the loan, plus interest, shall be forgiven by the State. That portion, for up to a total of 50%, shall accrue as follows:

1. 2-3 years residence in the state, 10%
2. 3-4 years residence in the state, an additional 10%
3. 4-5 years residence in the state, an additional 10%
4. 5-6 years residence in the state, an additional 10%
5. Over 6 years residence in the state, a final 10%.

This residence must be continuous and must begin within one year of completion of program.

REPAYMENT SCHEDULE

IF YOUR STUDENT LOANS TOTAL:	YOUR MONTHLY PAYMENT FOR 120 MONTHS (10 YRS.) WOULD BE:	TOTAL TO BE REPAYED:		
		5% Interest	Principal	Total
\$1,000.00	\$ 10.61	\$ 273.20	\$1,000.00	\$ 1,273.20
2,000.00	21.21	545.20	2,000.00	2,545.20
3,000.00	31.83	818.40	3,000.00	3,818.40
4,000.00	42.43	1,091.60	4,000.00	5,091.60
5,000.00	53.06	1,363.60	5,000.00	6,363.60
6,000.00	63.64	1,636.80	6,000.00	7,636.80
7,000.00	74.25	1,910.00	7,000.00	8,910.00
8,000.00	84.95	2,182.00	8,000.00	10,182.00
9,000.00	95.46	2,455.20	9,000.00	11,455.20
10,000.00	106.07	2,728.40	10,000.00	12,728.40
15,000.00	159.10	4,092.00	15,000.00	19,092.00
20,000.00	212.13	5,455.60	20,000.00	25,455.60
25,000.00	265.16	6,819.20	25,000.00	31,819.20
30,000.00	318.20	8,184.00	30,000.00	38,184.00
35,000.00	371.23	9,547.60	35,000.00	44,547.60
40,000.00	424.26	10,911.20	40,000.00	50,911.20
45,000.00	477.29	12,274.80	45,000.00	57,274.80
50,000.00	530.33	13,639.60	50,000.00	63,639.60

1982-83 ALASKA STUDENT LOANS

1. Program Status (March 11, 1983)

<u>Student Level</u>	<u>Number</u>	<u>Amount</u>
Freshman	3,844	\$15,200,300
Sophomore	2,631	11,134,250
Junior	1,920	8,273,000
Senior	1,694	7,240,550
Vocational	1,580	7,982,100
Undergraduate	11,669	49,830,200
Graduate	1,137	6,110,550
TOTAL	12,806	\$55,940,750

2. In-State/Out-of-State Attendance by Level (March 11, 1983)

<u>Student Level</u>	<u>Alaska</u>	<u>%</u>	<u>Out-of-State</u>	<u>%</u>
Freshman	2,078	54.1	1,766	45.9
Sophomore	1,268	48.2	1,363	51.8
Junior	872	45.4	1,048	54.6
Senior	789	46.6	905	53.4
Vocational	1,157	73.2	423	26.8
Undergraduate	6,164	52.8	5,505	47.2
Graduate	277	24.4	860	75.6
TOTAL	6,441	50.3	6,365	49.7

3. Percent In-State Previous Year

<u>Year</u>	<u>Undergraduate</u>	<u>Graduate</u>	<u>All Loans</u>
1981-82	47.3	23.8	45.0
1980-81	45.3	17.9	42.3
1979-80	36.1	12.3	33.3
1978-79	35.1	12.0	32.3

4. States of Attendance by Student Level (March 11, 1983)

<u>Freshman</u>	<u>Sophomore</u>	<u>Junior</u>	<u>Senior</u>	<u>Vocational</u>	<u>Undergraduate</u>	<u>Graduate</u>
AK-2,078	AK-1,268	AK- 872	AK- 789	AK-1,157	AK-6,164	AK- 277
WA- 384	WA- 295	WA- 263	WA- 240	CO- 123	WA-1,276	CA- 166
OR- 289	OR- 255	OR- 172	OR- 144	WA- 94	OR- 906	WA- 156
CA- 198	CA- 137	CA- 89	CA- 87	AZ- 48	CA- 552	OR- 124
ID- 120	AZ- 81	AZ- 57	AZ- 50	OR- 46	CO- 366	CO- 33
AZ- 113	CO- 71	UT- 52	ID- 42	CA- 41	AZ- 349	MA- 32
HA- 102	ID- 69	HA- 51	HA- 36	OK- 17	HA- 265	HA- 24
CO- 98	HA- 68	CO- 40	UT- 35	HA- 8	ID- 265	UT- 22
UT- 55	UT- 54	MT- 35	CO- 34	FL- 7	UT- 198	TX- 21
MT- 42	TX- 39	ID- 33	TX- 28	MN- 5	TX- 150	NY- 19
ZZ- 365	ZZ- 294	ZZ- 256	ZZ- 209	ZZ- 34	ZZ-1,178	ZZ- 263
3,844	2,631	1,920	1,694	1,580	11,669	1,137

5. Age Distribution of Borrowers (January 18, 1983)

<u>Age</u>	<u>Number</u>	
60+	24	Age Range: 16-72
50-59	163	Median Age: 22.6
40-49	618	
30-39	2,421	
20-29	8,479	
16-19	1,851	
	13,556	

6. Residency (January 18, 1983)

<u>Student Level</u>	<u>2-Years</u>	<u>3-5</u>	<u>6-10</u>	<u>10+</u>	<u>Total</u>
Freshman	243	763	913	2,313	4,232
Sophomore	82	445	604	1,677	2,808
Junior	78	289	461	1,191	2,019
Senior	61	279	385	1,009	1,734
Vocational	87	339	305	850	1,581
Undergraduate	551	2,115	2,668	7,040	12,374
Graduate	177	293	308	404	1,182
TOTAL	728	2,408	2,976	7,444	13,556

% Breakdown

2 Years	5.4%	6-10 Years	21.9%
3-5 Years	17.8%	10+ Years	54.9%

7. Default: (Computed on June 30)

1971-72	N.A.
1972-73	N.A.
1973-74	N.A.
1974-75	80.0%
1975-76	44.6%
1976-77	24.9%
1977-78	22.3%
1978-79	19.3%
1979-80	14.5%
1980-81	11.5%
1981-82	9.2%

10. Loan Volumes, Collections, Forgiveness (see attached table)

STATE STUDENT LOAN ACTIVITY
Projected to 1988-89
(Current Program)

Year	Loan Awards	Loan Volume	Cumulative Total	Average Loan	Loan Collections	Federal Funds	Forgiveness	General Fund
1971-72	1,081	\$ 1,603,158	\$ 1,603,158	\$1,483	\$ -0-	\$ -0-	\$ -0-	\$ 1,603,158
1972-73	1,748	2,870,384	4,473,542	1,642	-0-	-0-	-0-	2,870,384
1973-74	1,665	2,986,176	7,459,718	1,793	-0-	-0-	-0-	2,986,176
1974-75	1,457	2,659,807	10,119,525	1,826	235,476	-0-	703	2,424,331
1975-76	1,719	3,382,997	13,502,522	1,968	465,530	-0-	44,233	2,977,467
1976-77	1,921	3,850,507	17,353,029	2,004	1,141,461	-0-	64,746	2,709,046
1977-78	2,265	4,604,167	21,957,196	2,033	1,191,851	-0-	314,306	3,412,316
1978-79	2,795	6,416,402	28,373,598	2,296	1,391,643	-0-	445,985	5,024,758
1979-80	3,918	9,373,949	37,747,547	2,393	1,603,436	-0-	409,501	7,770,513
1980-81	6,460	15,957,717	53,705,264	2,475	2,225,388	-0-	555,494	13,732,329
1981-82	9,898	40,559,499	94,264,763	4,098	2,779,900	1,000,000	785,769	36,819,599
1982-83*	12,500	56,250,000	150,514,763	4,500	4,604,046	1,200,000	(1,367,555)	54,563,309
1983-84	15,000	73,500,000	224,014,763	4,900	7,591,895	850,000	2,311,210	65,058,105
1984-85	17,741	99,349,600	323,364,363	5,600	11,187,099	675,000	3,458,423	87,487,501
1985-86	19,000	112,100,600	435,464,963	5,900	15,871,653	500,000	4,750,002	95,728,947
1986-87	21,100	124,490,000	559,954,963	5,900	20,742,025	350,000	6,432,819	103,397,975
1987-88	22,489	133,809,550	693,764,513	5,950	24,787,158	225,000	8,113,038	108,797,392
1988-89	24,365	144,971,750	838,736,263	5,950	28,423,931	150,000	10,617,441	116,397,819

*1982-83 through 1988-89 are projections

Revised 3/3/83

TABLE 1

DISTRIBUTION OF YEAR-TO-DATE ALASKA STATE LOANS
FOR STUDENTS ATTENDING IN ALASKA
(February, 1983)

Institution	1982-83	
	No.	Amount
U of Alaska, Fairbanks	2,266	\$ 6,975,068
U of Alaska, Anchorage	1,560	4,611,230
Anchorage Community College	1,353	4,538,244
U of Alaska, Juneau	340	1,053,425
Kenai Peninsula Community College	326	1,191,593
Alaska Pacific U	198	680,400
Alaska Business College	198	943,887
Alaska Vocational-Technical Center	197	348,741
Tanana Valley Community College	195	731,450
Testing Institute of Alaska	167	761,361
Sheldon Jackson College	138	465,953
Matanuska-Susitna Community College	130	547,800
New Anchorage Beauty School	115	549,450
Gordon Aviation, Inc.	110	549,764
Aero Technical Flight School	80	409,000
Wilburs Flight Operation	53	286,300
Fort Richardson Flying Club	49	249,000
Ketchikan Community College	46	124,250
Trend Setter School of Beauty	42	191,500
Sitka Community College	36	114,400
Headquarters Barber & Beauty Academy	35	171,000
Hutchison Career Center	35	131,200
Flight Training Devices	33	136,800
Academy of Hair Design	32	126,600
Alaska Native Training Institute	29	112,200
A.I.R. Center	24	129,000
Alaska Computer Training Center	21	97,150
Anchorage Alaska School of Barbering	20	96,000
Elmendorf Aero Club	20	90,871
St. Herman's Theological Seminary	19	62,000
Kotzebue Technical Center	19	44,250
Kodiak Community College	15	44,050
North Pacific Business Institute	14	55,050
Alaska Bible College	12	40,950
Fairbanks Beauty School	14	58,100
Peninsula Institute of Welding Technology	11	44,950
Peninsula Hair Styling Academy	11	43,750
Prince William Sound Community College	8	21,531
Kuskokwim Community College	8	18,550
Alaska Piper Sales, Inc.	6	35,900
Birchwood Air Service	4	24,000
University of LaVerne	3	12,750
Chapman College	2	3,000
Far North Bible College	2	2,450
~~T&M Real Estate Institute~~	~~1~~	~~6,000~~
Northwest Community College	1	5,000
Charismatic Bible College	1	4,500
~~Bar Review~~	~~1~~	~~4,000~~
Delta Greely Rural Educational Center	1	3,000
Alaska Media Workshop	1	550
TOTAL	8,002	\$26,648,006

**INSTITUTIONS AT WHICH AT LEAST FIFTY ALASKA
STUDENT LOAN BORROWERS ATTENDED 1982-83
(as of February, 1983)**

Institution	No.	Amount
*University of Alaska, Fairbanks	2,266	\$6,975,068
*University of Alaska, Anchorage	1,560	4,611,230
*Anchorage Community College	1,353	4,538,244
*University of Alaska, Juneau	340	1,053,425
*Kenai Peninsula Community College	326	1,191,593
Oregon State University	241	1,189,956
University of Oregon	233	1,026,136
University of Washington	205	935,667
*Alaska Business College	198	943,887
*Alaska Pacific University	198	680,400
*Alaska Vocational-Technical Center	197	348,741
*Tanana Valley Community College	195	731,450
Western Washington University	177	767,542
*Testing Institute of Alaska	167	761,311
Brigham Young University (UT)	160	498,630
*Sheldon Jackson College	138	465,953
Arizona State University	135	615,025
*Matanuska-Susitna Community College	130	547,800
Washington State University	124	551,776
University of Hawaii, Manoa	124	381,811
*New Anchorage Beauty School	115	549,450
Gonzaga University (WA)	113	596,450
*Gordon Aviation, Inc.	110	549,764
University of Puget Sound (WA)	103	512,200
University of Hawaii, Hilo	100	276,175
University of Idaho	99	364,950
Willamette University (OR)	95	481,675
Northern Arizona University	90	308,942
Pacific Lutheran University (WA)	87	406,950
University of Arizona	86	329,600
*Aero Technical Flight Service	80	409,000
Seattle Pacific University (WA)	77	344,550
Central Washington University	77	334,900
American Diesel & Automotive School (CO)	77	320,573
Seattle University (WA)	73	333,134
Montana State University	69	254,088
Linfield College (OR)	67	305,100
Colorado State University	60	306,050
Ricks College (OR)	58	139,181
Denver Institute of Technology (CO)	56	204,056
*Wilbur's Flight Service	53	286,300
Eastern Washington University	53	255,267
University of Colorado	52	231,400

*Alaskan School

**SAMPLE STUDENT BUDGETS
(1982-83)***

Budget Item	UAF On-Campus	UAF Off-Campus	UAA	UAJ	ACC	Kenai Penn. C.C.	APU On-Campus	SJC On-Campus
Tuition & Fees	\$ 788	\$ 788	\$ 648	\$ 624	\$ 632	\$ 632	\$3,190	\$3,100
Room & Board	2,100	4,800	4,096	4,650	4,608	4,608	3,050	3,000
Books & Supplies	400	400	270	300	270	270	270	250
Subtotal	\$3,288	\$5,988	\$5,014	\$5,574	\$5,510	\$5,510	\$6,510	\$6,350
Transportation	1,000	1,000	640	600	720	1,080	1,080	100
Personal	800	800	768	775	864	864	768	630
Total	\$5,088	\$7,788	\$6,422	\$6,949	\$7,094	\$7,454	\$8,358	\$7,080

Budget Item	Oregon State U On-Campus	U of Oregon On-Campus	Willamette U On-Campus	Linfield College On-Campus	Lewis & Clark College On-Campus	U of Washington On-Campus	Western Washington U On-Campus
Tuition & Fees	\$4,050	\$4,020	\$5,570	\$ 5,555	\$6,444	\$3,255	\$3,210
Room & Board	2,100	2,250	2,350	2,550	2,603	2,601	2,100
Books & Supplies	300	285	250	290	225	300	300
Subtotal	\$6,450	\$6,555	\$8,170	\$ 8,395	\$9,272	\$6,156	\$5,610
Transportation	1,240	1,126	1,800	1,850	1,560	1,525	1,500
Personal	1,320	990	530	715	575	1,041	600
Total	\$9,010	\$8,671	\$10,500	\$10,960	\$11,407	\$8,722	\$7,710

Budget Item	Washington State U On-Campus	Pacific Lutheran U On-Campus	U Puget Sound On-Campus	Gonzaga U On-Campus	Seattle U On-Campus	Arizona State U On-Campus	Northern Arizona U On-Campus
Tuition & Fees	\$3,256	\$ 5,280	\$ 5,480	\$ 4,700	\$ 4,725	\$3,250	\$2,750
Room & Board	2,200	2,370	2,580	2,420	2,493	2,320	1,770
Books & Supplies	330	330	400	330	330	288	275
Subtotal	\$5,786	\$ 7,980	\$ 8,460	\$ 7,450	\$ 7,548	\$5,858	\$4,795
Transportation	1,664	1,600	1,225	1,660	1,736	1,200	1,200
Personal	900	900	700	900	900	1,040	650
Total	\$8,350	\$10,480	\$10,385	\$10,010	\$10,184	\$8,098	\$6,645

*All budgets are for single full-time undergraduate students for a full academic year.

SAMPLE STUDENT BUDGETS
(1982-83)*

Budget Item	U of Hawaii On-Campus	U of Idaho On-Campus	U of Montana On-Campus	Colorado State U On-Campus	U of Colorado On-Campus	U of Denver On-Campus	Stanford U On-Campus
Tuition & Fees	\$ 481	\$2,516	\$2,241	\$4,109	\$ 1,711	\$ 5,790	\$ 8,220
Room & Board	2,837	1,870	2,000	2,700	2,286	2,649	3,423
Books & Supplies	316	300	200	300	230	375	350
Subtotal	\$3,634	\$4,686	\$4,441	\$7,109	\$ 7,227	\$ 8,814	\$11,993
Transportation	1,099	1,450	1,044	1,675	1,716	1,746	1,990
Personal	688	600	500	150	1,417	690	745
Total	\$5,421	\$6,736	\$5,985	\$8,934	\$10,360	\$11,250	\$14,728

Budget Item	Boston U On-Campus	Purdue U On-Campus	Northwestern U On-Campus	Dartmouth College On-Campus	Brigham Young U On-Campus
Tuition & Fees	\$ 7,275	\$3,800	\$ 8,085	\$ 8,190	\$1,100
Room & Board	3,400	2,200	3,060	3,255	1,740
Books & Supplies	310	270	350	1,033	340
Subtotal	\$10,985	\$6,270	\$11,495	\$12,478	\$3,180
Transportation	1,540	1,880	1,560	1,865	1,100
Personal	600	760	650	1,600	200
Total	\$13,325	\$8,910	\$13,705	\$15,943	\$4,480

*All budgets are for single full-time undergraduate students for a full academic year.

**FISCAL IMPACTS OF CERTAIN CHANGES
TO THE LOAN PROGRAM**

	Additional Interest Income	7%	8%	9%	10%	11%
FY 84		\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-
FY 85		-0-	-0-	-0-	-0-	-0-
FY 86		62,300	93,450	124,600	155,750	187,225
FY 87		248,300	372,450	496,600	620,750	744,900
FY 88		1,041,850	1,562,775	2,083,700	2,604,625	3,125,550
FY 89		2,140,150	3,210,225	4,280,300	5,350,375	6,420,450

	Savings By Changing Forgiveness	To 20%	To 10%	TO -0-
FY 84		\$ -0-	\$ -0-	\$ -0-
FY 85		-0-	-0-	-0-
FY 86		214,200	285,600	357,000
FY 87		520,200	693,600	867,000
FY 88		930,000	1,240,000	1,550,000
FY 89		1,491,000	1,988,000	2,485,000

All changes would be reflected by reducing the amount of State General Fund money needed by the program. To obtain the result of any combination of the above, simply add the impacts for the appropriate fiscal years. (For example: raising interest to 11% and eliminating forgiveness completely would save \$8.9 million in FY 89.)

STATE OF ALASKA

ALASKA COMMISSION ON POSTSECONDARY EDUCATION

BILL SHEFFIELD, GOVERNOR

POUCH FP
JUNEAU, ALASKA 99811
PHONE: (907) 465-2854

STATEMENT ON ALASKA STUDENT LOANS

The State of Alaska can make no better commitment of resources than investing in the education of its citizens. Direct support of Alaska's public elementary, secondary, and postsecondary school systems is vital to the state's continued growth and development. It is in the best interest of the state to provide access to these educational resources for the citizens of Alaska.

The best method of assuring access and opportunity is through the direct provision of educational services, but this is not always practical or possible, particularly at the postsecondary level. Therefore, the most effective and efficient method of attaining these goals of access and opportunity is through a system of low interest loans which allow the students to choose the educational setting most appropriate for their particular needs.

The Commission endorses and recommends the continuation and full-funding of the Alaska State Student Loan Program. Amendments which restrict access by denying loans to groups of Alaskans, either by design or by default, are vigorously opposed. However, the fiscal climate of the state, as well as increasing costs because of increased demand require that some modifications be made in the present program. Therefore, the Commission recommends:

1. interest rates be increased to 9%, and
2. forgiveness provisions be eliminated.

Additionally, the Commission will, by regulation, eliminate the practice of providing refunds for forgiveness benefits and will revert to the method of crediting the account.

STATE STUDENT LOAN ACTIVITY
Projected to 1988-89
(Current Maximums)
(9% Interest)
(No Forgiveness)

Year	Loan Awards	Loan Volume	Cumulative Total	Average Loan	Loan Collections	Federal Funds	Forgiveness	General Fund
1971-72	1,081	\$ 1,603,158	\$ 1,603,158	\$1,483	\$ -0-	\$ -0-	\$ -0-	\$ 1,603,158
1972-73	1,748	2,870,384	4,473,542	1,642	-0-	-0-	-0-	2,870,384
1973-74	1,665	2,986,176	7,459,718	1,793	-0-	-0-	-0-	2,986,176
1974-75	1,457	2,659,807	10,119,525	1,826	235,476	-0-	703	2,424,331
1975-76	1,719	3,382,997	13,502,522	1,968	465,530	-0-	44,233	2,977,467
1976-77	1,921	3,850,507	17,353,029	2,004	1,141,461	-0-	64,746	2,709,046
1977-78	2,265	4,604,167	21,957,196	2,033	1,191,851	-0-	314,306	3,412,316
1978-79	2,795	6,416,402	28,373,598	2,296	1,391,643	-0-	445,985	5,024,758
1979-80	3,918	9,373,949	37,747,547	2,393	1,603,436	-0-	409,501	7,770,513
1980-81	6,460	15,957,717	53,705,264	2,475	2,225,388	-0-	555,494	13,732,329
1981-82	9,898	40,559,499	94,264,763	4,098	2,779,900	1,000,000	785,769	36,819,599
1982-83*	12,500	56,250,000	150,514,763	4,500	4,604,046	1,200,000	(1,367,555)	51,813,509
1983-84	15,000	73,500,000	224,014,763	4,900	7,591,895	850,000	2,311,210	65,058,105
1984-85	17,741	99,349,600	323,364,363	5,600	11,187,099	675,000	3,458,423	87,487,501
1985-86	19,000	112,100,600	435,464,963	5,900	15,996,253	500,000	4,393,002	95,604,347
1986-87	21,100	124,490,000	559,954,963	5,900	21,238,625	350,000	5,565,819	102,901,375
1987-88	22,489	133,809,550	693,764,513	5,950	26,870,858	225,000	6,563,038	106,713,692
1988-89	24,365	144,971,750	838,736,263	5,950	32,704,231	150,000	8,132,441	112,117,537

*1982-83 through 1988-89 are projections

Revised 3/1/83

857 8903

STATE OF ALASKA 1984 LEGISLATIVE SESSION
FISCAL NOTE

Revision Date: 12/29/83

REQUEST

Bill/Resolution No.: HB 315
 Title: Special Approp/State Loan
Programs Rec ID 876
 Sponsor: Spec Comm on State Loans
 Requestor: Jay Hogan
 Date of Request: 12/16/83

FISCAL DETAIL

Agency Affected: Community & Regional Affair
 Program Category Affected: Development
 BRU, Program or Subprogram(s) Affected:
Housing Assistance Division

EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 84	FY 85	FY 86	FY 87	FY 88	FY 89
OPERATING						
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 SUPPLIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS						
800 MISCELLANEOUS						
TOTAL OPERATING	-0-	-0-	-0-	-0-	-0-	-0-
CAPITAL	295,639					
REVENUE						

FUNDING: (Thousands of Dollars)

GENERAL FUND	294,789					
FEDERAL FUNDS						
OTHER						
TOTAL	850					

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

SOURCE OF FUNDS TO OFFSET FISCAL IMPACT OF BILL:

Sponsor does not indicate.

ANALYSIS: Attach a separate page for analysis

Prepared By: Ray Price
 Division: Housing Assistance

Phone: 272-4585
 Date: 12/29/83

Approved by Commissioner: *Amie Roth*
 Agency: Community and Regional Affairs

Date: 1/20/84

Distribution (by Agency preparing fiscal note):

Legislative Finance
 Legislative Sponsor
 Requestor
 Office of Management and Budget
 Impacted Agency(ies)

12/1/83

STATE OF ALASKA 1984 LEGISLATIVE SESSION
FISCAL NOTE

Revision Date: 12/29/83

Bill/Resolution No.: HB 315
Title: Special Approp/State Loan Programs
Rec ID 876

ANALYSIS:

Assumptions:

No fiscal impact on Community and Regional Affairs.

Positions:

Other Expenditures:

Funding:

Section Cost Analysis:

Computations:

Economic Impact:

Impact on Local Government:

Attachments

STATE OF ALASKA

DEPT. OF COMMUNITY & REGIONAL AFFAIRS

OFFICE OF THE COMMISSIONER

April 15, 1983

BILL SHEFFIELD, GOVERNOR

☒ POUCH B
JUNEAU, ALASKA 99811
PHONE: (907) 465-4700

☐ 225 CORDOVA STREET - BLDG B
ANCHORAGE, ALASKA 99501
PHONE: (907) 264-2294

POSITION PAPER

RE: CS For HB 302 (C&RA)

SPONSOR: Community and Regional Affairs Committee

Program Effects of Bill

Section 1 eliminates the one year residency requirements affecting veterans. The new provision allows a greater number of veterans to qualify for a 1% reduction in interest rates on mortgages for urban nonconforming mortgage loans. The division concurs with this section.

Section 3 creates a revolving loan fund in the division. The creation of a revolving loan fund will permit the division to retain principal payments received from borrowers. The revolving loan fund, in time, will reduce future capital budget requests. The division is in concurrence with this Section.

Section 4 creates within the division a Home ownership Assistance Fund. The creation of this fund, and the subsidy it provides will assist low and moderate income persons in purchasing single family homes. The impact, both fiscal and in activity will be tremendous. The subsidy fund will allow persons who ordinarily would not qualify for a housing loan to do so. The division expects to expend a large portion of its loan fund allocation in this area. The division is in favor of the creation of this fund.

Section 5 repeals the law mandating an 80%/20% split in loan fund allocations for nonconforming housing loans. Currently rural Alaska receives 80% of the funding. Section 5 will also allow the division to allocate nonconforming funds in a more productive manner. In addition to eliminating the 80%/20% split in nonconforming loans, Section 5 will eliminate a second rural definition. The division concurs with this Section.

Section 6 provides for an immediate effective date for all Sections. The division feels the effective date of Section 4 of this bill should be January 1, 1984. This date will allow the division time to properly implement the program. The division concurs with this Section.



Mark Lewis, Commissioner

STATE OF ALASKA
FISCAL NOTE

Revision Date , 1983

I. REQUEST

Bill/Resolution No.: CS for HB 302
Title: State Housing Loans
Sponsor: House CR&A committee
Requestor: HCRAC

II. FISCAL DETAIL

Agency Affected: Comm & Reg Affairs
Program Category Affected: Development
BRU, Program of Subprogram(s) Affected:
Housing Assistance

EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 83	FY 84	FY 85	FY 86	FY 87	FY 88
OPERATING						
100 PERSONAL SERVICES		141	193	205	217	230
200 TRAVEL		41	44	46.1	48.9	51.8
300 CONTRACTUAL		12	13	13.5	14.3	15.2
400 COMMODITIES		29	31	32	33	34
500 EQUIPMENT		3	3.1	3.3	3.5	3.7
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC						
TOTAL OPERATING		226	284.1	299.9	316.7	334.7
ANNUAL SUBSIDY		650	1,000	1,200	1,350	1,700
CAPITAL		15,650	31,650	37,850	44,200	50,700
SUBSIDY (Cumulative)		650	1,650	2,850	4,200	5,700
REVENUE		350	2,150	4,250	6,650	9,350
REVENUE (Annual)		350	1,800	2,100	2,400	2,700

FUNDING: (Thousands of Dollars)

GENERAL FUND	15,650	31,650	37,850	44,200	50,700
FEDERAL FUNDS					
OTHER (Specify Source)					
Program Receipts	226	284.1	299.9	316.7	334.7

POSITIONS:

FULL-TIME	5	5	5	5	5
PART-TIME					
TEMPORARY					

III. SOURCE OF FUNDS TO OFFSET FISCAL IMPACT OF BILL:

Unused AIDA Certificates of Deposit. SLA 1982, Ch 114 CCSSB 322
(See 9. Assumptions for Fiscal Note).

IV. ANALYSIS: Attach a separate page for any Analysis

Prepared By: B. Morse-Quinn/R. Price

Phone: 272-4585

Division: Housing Assistance Division

Date: 4/15/83

Approved by Commissioner: *[Signature]*

Date: 4/15/83

Department: Community and Regional Affairs

Distribution:

Original to Legislative Finance
Copy to Office of Management and Budget (for Legislature introduced bills)
Copy to Department (for Governor introduced bills)
Copy to Sponsor
Copy to Requestor (if different from Sponsor)

3/8/83

Home Ownership Assistance Fund (HOAF) Assumptions for Fiscal Note

1. AHFC made 381 HOF loans in FY'81 for \$24.7 million with an average loan amount of \$64,829.00. AHFC made 903 HOF loans in FY'82 for \$58.1 million with an average loan amount of \$64,341.00. HAD's average loan amount is \$87,500.00. HAD projects a FY'84 HOAF program of 176 loans at \$85,000.00 each for a total of \$15 million in loans made.
2. HAD projects a HOAF Program based on rural Alaskan needs as follows:
 - a. Dwelling Price Maximums

1 or 2 member family	\$100,000
3 member family	105,000
4 member family	110,000
5 or more member family	120,000
 - b. Income Maximums

Adult family members	30,000
1st child	5,000
Each additional child	1,500
to program maximum of	39,000
 - c. Asset Maximums
3 times income for all borrowers
3. Subsidies are calculated for payments of 1 adult and 2 children in rural Alaska to be subsidized from ratchet rate of 10% to HOAF rate of 6%. Average salary is computed at \$2,835 per month with subsidy of \$235.30 per month.
4. Capital projections assume accumulated subsidy projections. Annual subsidy rates are noted.
5. Revenue projections assume accumulated interest of 6% returning to the General Fund. Annual interest earnings are noted. Principal repayment is assumed to revolve back to the fund and is not calculated as revenue.
6. Position requests assume a specialization of duties and can absorb the year round program levels projected with no increased staff.
7. Travel is assumed to reflect both direct and indirect lending services of the division. FY'84 travel reflects the following specific assumptions:

2,500	Loan Examiner I to hearings in six field locations
3,600	Accountant, 6 trips to Juneau
5,000	Central office to bring field staff for training on new program
30,000	6 field offices @ 5,000 each for increased direct services and program outreach

8. Contractual assumptions were as follows:
8,500 New regulations - HOAF
3,500 Computer programming
9. Commodities assumptions were based on present cost of equipment for desks, chairs, files, WANG stations and data processing equipment.
10. Equipment is assumed at \$500 per new position plus \$500 for extra supplies to field.
11. Annual projections carry a 6% inflation calculation.

Notes for Form 13 Calculations

1. All salaries are based on GGU Salary Schedule for A ranges effective 1/1/83 for number of months requested.
2. Benefits were calculated at .0613 of gross salaries.
3. Supplemental benefits were calculated at DCRA FY'84 variable rate of .1537.
4. Fixed benefits were calculated at gross salary x 240.

Notes for Personal Services Category Projections

1. FY'84 impacts for new positions varied between 12 and 6 months. FY'85 projections assume all positions at 12 month plus 6% salary inflation costs. Subsequent years assume only annual inflation rate of 6%.

Notes for Revenue Projections

1. Monthly distribution of capital funds and, therefore, monthly interest calculations due on payments of first year operations cannot be accurately projected until program becomes operational. These figures are division's best estimates.

(RE: MCDOWELL)

FILE COPY

SUPPLEMENTAL HOUSING DEVELOPMENT FUND
(A.S. 18.55.998)

CURRENT FUND STATUS

Total Appropriations FY '82 and '83	\$ 19,651,532
Committed to Projects	\$-12,208,439

Available to Commit	\$ 7,443,093
---------------------	--------------

We have \$10,236,716 in pending grant requests for over 30 HUD approved projects. These projects will go to bid and require our supplemental funding this spring or early summer.

Based on these anticipated grant requests we will have a funding shortfall of \$2,793,623, calculated as follows:

Anticipated Grants	\$10,236,716
Available Funds	\$ 7,443,093
Shortfall	\$ 2,793,623

Based on past history of funding requirements the 30 projects currently approved by HUD will not all require the maximum supplemental funding. We anticipate that \$2,000,000 in additional funding will totally fund the current approved and funded HUD projects.

I received word from HUD yesterday that they have received an FY'83 allocation of approximately 170 units of housing for Alaska. This will require approximately \$1,500,000 in supplemental funding at a matching ratio of 80% federal and 20% state funding. If an appropriation of \$1,500,000 is not provided for the state 20% supplemental funding, HUD assures me these units cannot be built.

To summarize, we need an appropriation of \$2,000,000 to provide the 20% state matching funds to the current approved HUD projects for over 110 units of housing throughout Alaska and an additional \$1,500,000 to match the just received FY'83 allocation of 170 units of housing. Without this appropriation these 280 housing units cannot be built in Alaska and take advantage of the 80% federal funding to the state's 20%.

Recommend a budget request of \$3,500,000 be made for the Supplemental Housing Development Fund.

Location?

A M E N D M E N T

#2

Offered in the HOUSE

By Uehling

TO: CSHB 315(Loans)

Page 1, line 14, after "for" through line 15, delete all material and insert the following:

"the mobile home loan program (15 AAC 118.282)."

FILE COPY

ALASKA HOUSING FINANCE CORPORATION
SUMMARY OF MORTGAGES HELD BY FUNDING SOURCE
AS OF FEBRUARY 28, 1983

	<u>NUMBER</u>	<u>AMOUNT</u>
Insured Mortgage Bonds	12,009	\$ 874,674,597
Housing Mortgage Bonds	1,918	98,171,960
Housing Development Fund	34	2,349,138
State Assisted Mortgage Bonds	9,171	855,632,386
Non-Owner Occupied Rural	58	8,009,261
Housing Development Fund-Mobile Home	319	7,208,158
Insured Rural Mortgage Bonds	111	7,075,624
State Assisted Mortgage (SAM) Fund	3,358	246,933,663
Home Assisted Program (HAP) Fund	3,116	118,231,728
Appropriated Funds - Rural	86	6,356,213
Appropriated Funds - Mobile Home	496	12,028,109
Tax-Exempt MSBTA First Mortgage Bonds	3,082	251,704,564
Taxable Seconds/Home Improvements	397	14,541,609
Home Improvement (Tax-exempt funds)	114	1,539,424
Fairbanks	<u>323</u>	<u>31,520,041</u>
TOTAL:	<u>34,592</u>	<u>\$2,535,976,475</u>

Average Loan Amount \$73,311

MEMORANDUM

TO: Representative Rick Uehling
FROM: Bill Lovell, Staff 
DATE: May 10, 1983

RE: Alaska Housing Finance Corporation Home Ownership Fund

Pursuant to your request that I contact AHFC and make some determination as to the actual disposition of the corporation's Home Ownership Fund and Home Ownership Assistance Program, I asked the questions below of Denna Cline at AHFC. Her responses are underscored.

1. What percent of the requested Home Ownership Assistance Program appropriation (\$50 million) is intended for the purchase of mobile homes? 100%.
2. What percent of the requested Home Ownership Assistance Program appropriation (\$50 million) is intended for lower and moderate income Alaskans? Short answer: 0; however, the interest and payments received from the mobile home loans are then used to make HOF loans.
3. How much can a person make and still qualify for loans under HOF? \$26,000 for a single adult and up to \$33,000 for a family of 7, but these restrictions do not apply to the loans made from the Home Ownership Fund to purchase mobile homes.
4. How many families are presently served by the Home Ownership Assistance Program? 1555 as of February 28.
5. How many families are presently served by the Mobile Home Loan Purchase Program (with funds obtained from the Home Ownership Fund)? 2796 as of March 30.

As you will note, there is an ambiguity between the statutory definition of the Home Ownership Fund and the fund's functional implementation by AHFC. The statutes specifically say that the Home Ownership Fund is to be "used solely to assist persons of lower and moderate income to purchase homes financed under the special mortgage loan purchase program... (AS 18.56.091)" As a matter of practice, however, AHFC uses money appropriated to the Home Ownership Fund to purchase loans under the Mobile Home Loan Purchase Program, a program which has no income restrictions.

/wtl

Alaska HOUSING FINANCE CORPORATION



May 4, 1983

FILE COPY

The Honorable Rick Uehling
Chairman, House Special
Committee on Loans
Alaska State Legislature
Pouch V
Juneau, AK 99811

Dear Chairman Uehling:

Re: Reduction in AHFC's capital budget

The recent reduction in AHFC's capital budget request for the Special Mortgage Loan Purchase Program (the "Program") from \$67.5 million to \$7 million is the result of a determination by the Corporation that the General Obligation Fund ("the Fund") is no longer necessary and its assets should be reallocated to be used to subsidize loans purchased under the Program. A concern had been expressed by the bond rating agency Standard & Poors regarding the Board's policy of upgrading the Corporation's unrestricted assets to meet any potential deficiency in funds available to meet debt service requirements. This question arose in connection with this rating of State Assisted Mortgage Bonds Series, B & C during August, 1981. The previous issue, Series A, had been rated "A" to the surprise of the Corporation. Continued access to the taxable bond market at reasonable rates was felt to be possible only if "AA" ratings were obtained. The Corporation responded by creating the Fund by Resolution adopted October 21, 1981.

The Fund was to consist of certain assets which would become available upon expiration of their pledge to two 1980 tax-exempt bond issues. This lapse occurred in January, 1983. The latest published financial statements were dated December 31, 1982. Consequently, the Fund has not appeared as such in any financials. The assets transferred to the Fund, however, were included in the State Assisted Mortgage Fund and reflected in the statements.

The initial source of the assets designated by the Board to go into the Fund was a 1980 appropriation of mortgage loans. A portion of the \$236 million of mortgage loans transferred were originated and serviced

The Honorable Rick Uehling
Page 2
May 4, 1983

by the State of Alaska Division of Veterans Affairs. The Board's Resolution transferred the balance of such loans on that date to the Fund effective upon their release from pledge.

Subsequent to the release, the Corporation renewed discussions with its financial advisor, John Nuveen & Co. and senior managing underwriter, Solomon Brothers Inc. regarding the need for utilizing these assets to increase its unrestricted asset base. Both felt the Corporation had met the rating agency's concerns through specific security enhancements to its bonds including mortgage pool insurance and hazard insurance covering earthquake risk. A decision was also made to put the servicing of the loans out for proposal to private lending institutions to decrease the cost and enhance the ability to utilize the mortgage as collateral.

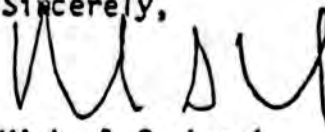
As a result of the above, the Corporation now feels it can utilize the Fund assets to subsidize its mortgage programs without impairing the ratings on its bonds. The FY 84 capital budget has been reduced to reflect this reallocation.

The attached Exhibit A details the revised budget request and reflects the reduced capital budget request for the Special Mortgage Loan Purchase Program based upon the existing statutes of the Corporation.

As set forth in the fiscal notes submitted relative to HB 302, the increase in the subsidized portion of mortgage loans from \$90,000 to \$100,000 will require an additional \$12.5 million appropriation to the Program for FY 84.

If you should have any question regarding the above or require any additional information do not hesitate to contact me.

Sincerely,



Michael S. Lynch
Executive Director

MSL:MKC:jas

Enclosure

April 21, 1984

ALASKA HOUSING FINANCE CORPORATION
SPECIAL MORTGAGE LOAN PURCHASE PROGRAM
SUMMARY OF MORTGAGE DEMAND AND PROPOSED BOND FINANCINGS
Fiscal Year 1984

(In Millions)

	Estimated Carry-Over From FY '83	Program Repayments And Earnings	Bond Proceeds	Sales Costs	Subsidy	Subsidy Allocation	Estimated Carry-Over To FY '85	Estimate FY '84 Mortgage Demand
Taxable First Mortgage Program - State Assisted Mortgage Bonds - Single-Family and Duplex Triplex and Four-plex	\$ 80 5	\$ 40 20	\$ 550	\$ (6)	\$ 183	\$ 54	\$ 50 5	\$ 851 20
First Mortgage Veterans' Program - State Guaranteed Veterans' Bonds	60		200	(5)	22		10	267
Tax-Exempt First Mortgage Program - Home Mortgage Bonds	30		200	(5)	32	(27)	50	180
Taxable Second Mortgage Program - Second Mortgage Bonds	12							12
Reserve to Complete Open Series	—	—	—	—	27	(27)	—	—
TOTAL	\$ 187	\$ 60	\$ 950	\$ (16)	\$ 264	\$ —	\$ 115	\$1,330

April 28, 1983

ALASKA HOUSING FINANCE CORPORATION
SCHEDULE OF SUBSIDY FUNDS
(In Millions)
Assumes General Obligation Fund Asset
Transfer to the SAM Fund

Second Half of FY 83

Subsidy funds available 1/1/83		\$ 19.611
Reverted assets to be used for subsidy		
Cash (102.516 plus 11.023)	\$ 113.540	
(1) Mortgages (136.762 plus 50.062)	<u>186.824</u>	<u>300.364</u>
Total		319.975
Subsidy required January 1 through June 30, 1983		<u>70.776</u>
Subsidy funds available for FY 84		<u>\$249.199</u>

Fiscal Year 1984

Estimated Subsidy		\$264.000
Estimated Earnings on SAM Fund (Avg. Bal. of 100m at 8%)		(8.000)
Subsidy Funds Carried Forward from FY 83		(249.199)
Estimated FY 84 Subsidy Requirement		<u>\$ 6.801</u>

	<u>NON-DVA</u>	<u>DVA (GOF)</u>
(1) Mortgages Reverted	\$172.512	\$ 77.562
Utilized to fill outstanding non-ABE bond issues	(17.000)*	
Discount on \$75 million mortgage to an approximate yield of 13.50%	(18.750)	
Discount on \$70 million (DVA) mortgage to an approximate yield of 13.5%		(27.500)
	<u>\$136.762</u>	<u>\$ 50.062</u>

*Series B & C \$18.5
Series D & E 6.5
Series 81- 1 (8.0)
 \$17.0

Note: Mortgage loans remaining in the SAM Fund at June 30, 1983 will consist only of those originally appropriated to the Corporation.

April 21, 1983

ALASKA HOUSING FINANCE CORPORATION
SPECIAL MORTGAGE LOAN PURCHASE PROGRAM

SUMMARY OF MORTGAGE DEMAND AND PROPOSED BOND FINANCINGS
Fiscal Year 1984
<Attachment>

Assumptions

- Continued availability of credit facilities enabling the Corporation to issue intermediate term securities
- Level of subsidy for taxable first mortgage program at 3.00 percent. No modification to the ratchet and mortgage rates totally dependent upon the Corporation's cost of funds.
- Tax exempt interest rates not substantially higher than current levels.
- Federal tax exempt mortgage bond authorization terminating December 1983 (other than authorization for qualified veterans bonds which continues indefinitely). The \$200 million in bond sales reflected in the Schedule would be the last issue sold pursuant to the Mortgage Subsidy Bond Tax Act of 1980.
- Mortgage demand maintained at current levels with seasonal adjustments. Allocation between Taxable First Mortgage Program and State Guaranteed Veterans' Program based upon a reduction in Qualifying Veterans activity to the previous levels experienced under the definition of "State Veteran."
- Legislation received in 1983 authorizing a special general state election approving additional State Guaranteed Bonds for the Veterans Mortgage Program.
- Mortgage loans held in the SAM Fund and reverting from a previous pledge sold to yield approximately 13.50%. If possible, a separate mortgage backed bond issue will be utilized as opposed to a whole loan sale.
- Home Improvement Loan Bonds 1982 Series A called on June 1, 1983 releasing approximately \$7 million back to the Special Mortgage Loan Purchase Program.

April 21, 1983

State Assisted Mortgage Bonds Series G funds "warehoused" during FY 84 and available for mortgage purchases only if the Corporation's cost of funds increase to a level which allows adherence to the legislatively established rate for the issue.

NOTE: Activity in the Mobile Home Loan Purchase Program is not reflected in the schedule as funding is from appropriations to the Home Ownership Fund with the earnings on the loans used to meet obligations of the Corporation under assistance contracts entered into under the Home Ownership Assistance Program. The Corporation's capital budget request for the Home Ownership Fund for FY 84 is \$50 million which will be used to purchase mobile home loans.

April 21, 1983

ALASKA HOUSING FINANCE CORPORATION

SCHEDULE OF PROPOSED FINANCINGS
(in Millions)

		<u>Bond Issue</u>	<u>Required Subsidy</u>	<u>Mortgage Loan Pool</u>
<u>January through June 30, 1983</u>				
Taxable First Mortgage Bonds				
SAM Series I	1/83	\$ 50,000	\$ 15,175	\$ 62,500
SAM Series J	3/83	50,000	14,410	62,000
SAM Series K	5/83	75,000	21,500	93,000
Sam Series L	6/83	75,000	21,500	93,000
		<u>250,000</u>	<u>72,585</u>	<u>310,500</u>
State Guaranteed Veterans Bonds				
SGB 1983 First Series	1/83	50,000	1,681	50,100
SGB 1983 Second Series	5/83	125,000	3,750	125,000
SGB 1983 Third Series	6/83	75,000	2,250	75,000
		<u>250,000</u>	<u>7,681</u>	<u>250,100</u>
Other Items Effecting Subsidy:				
Subsidy Reversion upon				
HIL Call	6/83		(7,000)	
Interest Earned on SAM Fund			(8,000)	
Reserve for ABE Bond Issues Completed			12,500	12,500
Cash from SAM Mortgage Loan Fund for Series B & C			(7,000)	
		<u>-</u>	<u>(9,500)</u>	<u>12,500</u>
TOTALS 1/1/83 to 6/30/83		<u>\$500,000</u>	<u>\$ 70,766</u>	<u>\$ 573,100</u>
<u>July 1, 1983 through June 30, 1984</u>				
Taxable First Mortgage Bonds		\$550,000	\$183,000	\$ 727,000
Tax-Exempt First Mortgage Bonds		200,000	32,000	227,000
State Guaranteed Veterans Bonds		200,000	22,000	217,000
Reserve to Complete Open Series			27,000	27,000
TOTALS 7/1/83 to 6/30/84		<u>\$950,000</u>	<u>264,000</u>	<u>\$1,198,000</u>

STATE OF ALASKA - - CAPITAL PROJECTS BY PROGRAM

FISCAL YEAR 1984

STATE LOAN PROGRAMS

BUDGET COMPONENT	TOTAL FUNDS	FEDERAL RECEIPTS	GENERAL FUNDS	PROGRAM RECEIPTS	OTHER FUNDS
EDUCATION					
ADULT & POSTSECONDARY ED					
STUDENT LOAN PROGRAM	65569.6	850.0	60000.0	4719.6	0.0
** PROGRAM TOTAL **	65569.6	850.0	60000.0	4719.6	0.0
* CATEGORY TOTAL ***	65569.6	850.0	60000.0	4719.6	0.0
DEVELOPMENT					
BUSINESS LOANS					
ALT TECH & ENERGY LOAN FUND	8425.0	0.0	8425.0	0.0	0.0
COMMERCIAL FISHING LOAN FUND	9091.0	0.0	9091.0	0.0	0.0
CHILD CARE LOAN FUND	869.5	0.0	869.5	0.0	0.0
HISTORICAL DISTRICT LOAN FUND	500.0	0.0	500.0	0.0	0.0
FISHERIES ENHANCEMENT LOAN	6500.0	0.0	6500.0	0.0	0.0
RES ENERGY CONS LOAN FUND	3123.4	0.0	3123.4	0.0	0.0
** PROGRAM TOTAL **	28508.9	0.0	28508.9	0.0	0.0
* CATEGORY TOTAL ***	28508.9	0.0	28508.9	0.0	0.0
NATURAL RESOURCE MANAGEMENT					
AGRICULTURE MANAGEMENT					
AG. REVOLVING LOAN FUND	10000.0	0.0	10000.0	0.0	0.0
** PROGRAM TOTAL **	10000.0	0.0	10000.0	0.0	0.0
* CATEGORY TOTAL ***	10000.0	0.0	10000.0	0.0	0.0
DEVELOPMENT					
ALASKA HOUSING FINANCE CORP					
HOME OWNERSHIP ASSISTANCE	50000.0	0.0	50000.0	0.0	0.0
MOBILE HOME LOAN PURCHASE	50000.0	0.0	0.0	50000.0	0.0
SPECIAL MORTGAGE LOAN PURCHASE	100000.0	0.0	100000.0	0.0	0.0
** PROGRAM TOTAL **	200000.0	0.0	150000.0	50000.0	0.0
COMMUNITY & REGIONAL AFFAIRS					
HOUSING ASSISTANCE LOAN FUND	45000.0	0.0	45000.0	0.0	0.0
** PROGRAM TOTAL **	45000.0	0.0	45000.0	0.0	0.0
ALASKA POWER AUTHORITY					
RURAL ELECTRIFICATION LOAN FUN	1000.0	0.0	1000.0	0.0	0.0
** PROGRAM TOTAL **	1000.0	0.0	1000.0	0.0	0.0
* CATEGORY TOTAL ***	246000.0	0.0	196000.0	50000.0	0.0
*** AGENCY TOTAL ***	350078.5	850.0	294508.9	54719.6	0.0