

NEW ISSUE - BOOK ENTRY ONLY

This cover page contains information for quick reference only. It is not a summary of the information contained in this Official Statement. Investors must read the entire Official Statement to obtain information essential to making an informed investment decision. Capitalized terms used on this cover page have the respective meanings ascribed thereto in this Official Statement.



\$135,000,000*
ALASKA HOUSING FINANCE CORPORATION
State Capital Project Bonds II
2025 Series A

<i>Dated</i>	Date of delivery.
<i>Due</i>	As shown on inside cover page.
<i>Price</i>	As shown on inside cover page.
<i>Tax Exemption</i>	In the opinion of Bond Counsel, assuming compliance with certain covenants which are designed to meet the requirements of the Code, under existing laws, regulations, rulings and judicial decisions, interest on the Offered Bonds (i) is <i>excludable</i> from gross income for federal income tax purposes and (ii) is <i>not</i> a specific preference item for purposes of the federal alternative minimum tax imposed on individuals. Interest on the Offered Bonds may affect the federal alternative minimum tax imposed on certain corporations. In the opinion of Bond Counsel, interest on the Offered Bonds is free from taxation by the State of Alaska under existing law (<i>except</i> that no opinion is expressed as to such exemption from State estate and inheritance taxes and taxes of transfers by or in anticipation of death). Bond Counsel expresses no opinion regarding any other tax consequences relating to the ownership or disposition of, or the accrual or receipt of interest on, the Offered Bonds. See "Tax Matters."
<i>Redemption</i>	The Offered Bonds are subject to redemption at par prior to maturity under the circumstances described herein. See "The Offered Bonds — Redemption — Optional Redemption."
<i>Interest Rates</i>	The Offered Bonds will bear interest at the rates set forth on the inside cover page.
<i>Security</i>	The Bonds are general obligations of the Corporation for which its full faith and credit are pledged, subject to agreements made and to be made with the holders of other obligations of the Corporation pledging particular revenues and assets not pledged to the Bonds and to the exclusion of money in the Corporation's Housing Development Fund. The Bonds are not secured by a pledge of any assets or any fund or account <i>except</i> the Accounts (other than the Rebate Account) established under the Indenture. The Bonds are not secured by the pledge of any mortgage loans. The State has never provided, does not currently provide, and the Corporation does not expect the State to provide in the future, a source of funds for the payment of debt service on the Bonds. THE CORPORATION HAS NO TAXING POWER. THE BONDS DO NOT CONSTITUTE A DEBT, LIABILITY OR OBLIGATION OF THE STATE OF ALASKA OR OF ANY POLITICAL SUBDIVISION THEREOF OR A PLEDGE OF THE FAITH AND CREDIT OR TAXING POWER OF THE STATE OF ALASKA OR OF ANY POLITICAL SUBDIVISION THEREOF. THE BONDS ARE GENERAL OBLIGATIONS OF THE CORPORATION AND ARE NOT INSURED OR GUARANTEED BY ANY OTHER GOVERNMENTAL AGENCY.
<i>Interest Payment Dates</i>	Each June 1 and December 1, commencing December 1, 2025.
<i>Denominations</i>	\$5,000 or any integral multiple thereof.
<i>Delivery Date</i>	July __, 2025.
<i>Bond Counsel</i>	Kutak Rock LLP.
<i>Underwriters' Counsel</i>	Hawkins Delafield & Wood LLP.
<i>Trustee</i>	U.S. Bank Trust Company, National Association.
<i>Financial Advisor</i>	Masterson Advisors LLC.
<i>Book-Entry System</i>	The Depository Trust Company. See "The Offered Bonds — Book Entry Only."

The Offered Bonds (except to the extent not reoffered) are offered when, as and if issued and received by the Underwriters, subject to the approval of legality and the confirmation of certain tax matters by Bond Counsel, and to certain other conditions.

RBC Capital Markets

BofA Securities
Ramirez & Co., Inc.

Jefferies

Morgan Stanley
Raymond James

June __, 2025

* Preliminary, subject to change.

MATURITY SCHEDULE*

\$135,000,000 2025 Series A Bonds

\$135,000,000 2025 Series A Serial Bonds

<u>Maturity Date</u>	<u>Principal Amount</u>	<u>Interest Rate</u>	<u>Price or Yield</u>	<u>CUSIP</u> [†]
June 1, 2026	\$10,000,000	%	%	
December 1, 2026	10,000,000			
December 1, 2027	10,000,000			
June 1, 2028	5,000,000			
December 1, 2028	5,000,000			
June 1, 2029	5,000,000			
December 1, 2030	10,000,000			
December 1, 2031	10,000,000			
June 1, 2032	15,000,000			
December 1, 2032	10,000,000			
June 1, 2033	15,000,000			
December 1, 2033	15,000,000			
June 1, 2034	5,000,000			
June 1, 2035	5,000,000			
June 1, 2036	5,000,000			

* Preliminary, subject to change.

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No dealer, broker, salesman or other person has been authorized by the Corporation or the Underwriters to give any information or to make any representations, other than as contained in this Official Statement, and if given or made, such other information or representations must not be relied upon as having been authorized by any of the foregoing. This Official Statement does not constitute an offer to sell or the solicitation of an offer to buy, nor shall there be any sale of the Offered Bonds, by any person in any jurisdiction in which it is unlawful for such person to make such offer, solicitation or sale. The information set forth herein has been obtained from the Corporation and other sources which are believed to be reliable, but is not guaranteed as to accuracy or completeness and is not to be construed as a representation by the Underwriters. The Underwriters have reviewed the information in this Official Statement pursuant to their responsibilities to investors under the federal securities laws, but the Underwriters do not guarantee the accuracy or completeness of such information. All summaries herein of documents and agreements are qualified in their entirety by reference to such documents and agreements, and all summaries herein of the Offered Bonds are qualified in their entirety by reference to the form thereof included in the Indenture and the provisions with respect thereto included in the aforesaid documents and agreements. The information and expressions of opinion herein are subject to change without notice, and neither the delivery of this Official Statement nor any sale made hereunder shall under any circumstances create any implication that there has been no change in the information or opinions set forth herein after the date of this Official Statement.

In connection with the offering of the Offered Bonds, the Underwriters may effect transactions which stabilize or maintain the market price of the Offered Bonds at a level above that which might otherwise prevail in the open market. Such stabilizing, if commenced, may be discontinued at any time.

References to website addresses presented herein are for informational purposes only and may be in the form of a hyperlink solely for the reader's convenience. Unless specified otherwise, such websites and the information or links contained therein are not incorporated into, and are not part of, this Official Statement for purposes of, and as that term is defined in, SEC Rule 15c2-12.

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**OFFICIAL STATEMENT
OF
ALASKA HOUSING FINANCE CORPORATION**

Relating to

**\$135,000,000* State Capital Project Bonds II
2025 Series A**

INTRODUCTION

This Official Statement (including the cover page, inside cover page and appendices) of the Alaska Housing Finance Corporation (the “Corporation”) sets forth information in connection with the Corporation’s State Capital Project Bonds II, 2025 Series A (the “Offered Bonds”). The Offered Bonds are authorized to be issued pursuant to Chapters 55 and 56 of Title 18 of the Alaska Statutes, as amended (the “Act”), an Indenture, dated as of October 1, 2012 (the “General Indenture”), by and between the Corporation and U.S. Bank Trust Company, National Association, Seattle, Washington, as trustee (the “Trustee”), and a 2025 Series A Supplemental Indenture, dated as of July 1, 2025 (the “2025 Series A Supplemental Indenture”), by and between the Corporation and the Trustee. All bonds outstanding under the General Indenture (including additional bonds which may hereafter be issued) are referred to collectively as the “Bonds.” Each series of Bonds is issued pursuant to a Supplemental Indenture. The General Indenture and all Supplemental Indentures (including the 2025 Series A Supplemental Indenture) are referred to collectively as the “Indenture.” The Bonds issued under the Indenture prior to the issuance of the Offered Bonds are referred to collectively as the “Prior Series Bonds.” Capitalized terms used and not otherwise defined herein have the respective meanings ascribed thereto in the Indenture. See “Summary of Certain Provisions of the Indenture — Certain Definitions.”

The Offered Bonds are the twenty-fifth Series of Bonds issued under the Indenture. As of April 30, 2025, there were Prior Series Bonds Outstanding in the aggregate principal amount of \$1,254,035,000. The Corporation is permitted to issue additional bonds (including refunding bonds) pursuant to and secured under the Indenture (“Additional Bonds”), subject to certain conditions. See “Summary of Certain Provisions of the Indenture — Issuance and Delivery of Bonds.” The Offered Bonds will be secured on a parity with the Prior Series Bonds and any Additional Bonds.

The proceeds of the Offered Bonds are expected to be used to refund certain Outstanding Prior Series Bonds (the “Refunded Bonds”), to refund certain outstanding obligations of the Corporation (the “Refunded Obligations”) which originally refunded certain Prior Series Bonds, to reimburse the Corporation for certain governmental purpose expenditures, for any other authorized purpose of the Corporation, and to pay costs of issuance. See “Application of Funds.”

The underwriters listed on the cover page (collectively, the “Underwriters”) will act as underwriters with respect to the Offered Bonds. See “Underwriting.”

* Preliminary, subject to change.

THE PRIMARY SOURCE OF PAYMENT OF THE PRINCIPAL OF AND INTEREST ON THE OFFERED BONDS WILL BE THE CORPORATION'S GENERAL UNRESTRICTED FUNDS. NO MORTGAGE LOANS WILL BE PLEDGED TO THE PAYMENT OF THE OFFERED BONDS. THE STATE HAS NEVER PROVIDED, DOES NOT CURRENTLY PROVIDE, AND THE CORPORATION DOES NOT EXPECT THE STATE TO PROVIDE IN THE FUTURE, A SOURCE OF FUNDS FOR THE PAYMENT OF DEBT SERVICE ON THE BONDS.

The Corporation has no taxing power. The Bonds do not constitute a debt, liability or obligation of the State of Alaska (the "State") or a pledge of its faith and credit or taxing power. The Bonds are general obligations of the Corporation and are not insured or guaranteed by any other governmental agency.

The Bonds are, as substantially all bonds of the Corporation currently are, general obligations of the Corporation for which its full faith and credit are pledged, subject to agreements made and to be made with the holders of other obligations of the Corporation pledging particular revenues and assets not pledged to the Bonds and to the exclusion of moneys in the Corporation's Housing Development Fund. A significant portion of the assets of the Corporation is pledged to the payment of outstanding obligations of the Corporation. See Appendix A — "Financial Statements of the Corporation."

In this Official Statement "Bondholder" or "Holder" means any holder of Offered Bonds, except that (i) where the context so requires, such terms shall mean Holders of Bonds under the Indenture and (ii) except under "Tax Matters" herein, so long as the Offered Bonds are immobilized in the custody of DTC, such terms shall mean, for purposes of giving notice to such Bondholders or Holders, DTC or its nominee. See "The Offered Bonds — Book Entry Only."

The summaries herein of the Offered Bonds, the Indenture, the Continuing Disclosure Certificate (defined below) and other documents and materials are brief outlines of certain provisions contained therein and do not purport to summarize or describe all the provisions thereof. For further information, reference is hereby made to the Act, the Indenture and such other documents and materials for the complete provisions thereof, copies of which will be furnished by the Corporation upon request. See "The Corporation — General" for the Corporation's address and telephone number.

SOURCES OF PAYMENT AND SECURITY FOR THE BONDS

The Bonds are general obligations of the Corporation for which its full faith and credit are pledged for the payment of principal of and interest on the Bonds, *subject to* agreements made and to be made with the holders of other obligations of the Corporation pledging particular revenues and assets and the exclusion by the Act of a pledge of funds in the Housing Development Fund. The Bonds are not secured by a pledge of any assets or any fund or account *except* the Accounts (other than the Rebate Account) established under the Indenture. See the definition of Investment Securities under "Summary of Certain Provisions of the Indenture — Certain Definitions." **THE PRIMARY SOURCE OF PAYMENT OF THE PRINCIPAL OF AND INTEREST ON THE BONDS WILL BE THE CORPORATION'S GENERAL UNRESTRICTED FUNDS. NO MORTGAGE LOANS WILL BE PLEDGED TO THE**

PAYMENT OF THE BONDS. THE STATE HAS NEVER PROVIDED, DOES NOT CURRENTLY PROVIDE, AND THE CORPORATION DOES NOT EXPECT THE STATE TO PROVIDE IN THE FUTURE, A SOURCE OF FUNDS FOR THE PAYMENT OF DEBT SERVICE ON THE BONDS. The Corporation may issue additional Bonds under the Indenture without limit as to principal amount for any purpose of the Corporation. The Corporation will determine which provisions of the Indenture will be applicable to such additional Bonds, except that such issuance, in and of itself, shall not result in the ratings then in effect on the Bonds being reduced or withdrawn. The Corporation has issued, and expects to continue to issue, under other indentures other bonds that are general obligations of the Corporation. A significant portion of the assets of the Corporation is pledged to the payment of outstanding obligations of the Corporation. See Appendix A — “Financial Statements of the Corporation,” “The Corporation — Activities of the Corporation” and “Summary of Certain Provisions of the Indenture — Issuance and Delivery of Bonds.”

APPLICATION OF FUNDS*

The proceeds of the Offered Bonds and certain amounts contributed by the Corporation are expected to be applied approximately as follows:

Refunding of Refunded Bonds	\$
Refunding of Refunded Obligations	
Reimbursement of Governmental Purpose Expenditures	
Payment of Underwriting Fee	
Payment of other Costs of Issuance	
TOTAL	\$

THE OFFERED BONDS

General

The Offered Bonds will be dated as set forth on the cover page and interest thereon will be payable on the dates set forth on the cover page. The Offered Bonds will be issuable in the denominations set forth on the cover page and will mature on the dates and in the amounts set forth on the inside cover page.

The Offered Bonds will bear interest (calculated on the basis of a 360-day year of twelve 30-day months) from their dated date to maturity (or prior redemption) at the applicable rates set forth on the inside cover page.

The Offered Bonds are being issued only as fully-registered bonds without coupons, in book-entry form only, registered in the name of Cede & Co., as registered owner and nominee for DTC, which will act as securities depository for the Offered Bonds. See “Book Entry Only” below.

* Preliminary, subject to change.

Redemption*

Optional Redemption

The Offered Bonds maturing on or after June 1, 2034, are subject to redemption at the option of the Corporation at 100% of the principal amount thereof, plus accrued interest, at any time on or after December 1, 2033, in whole or in part, from any source of funds.

Selection of Bonds for Redemption

If the Offered Bonds are redeemed in part by optional redemption, the Offered Bonds to be redeemed will be selected as shall be directed by the Corporation. The Indenture provides that if less than all the Offered Bonds of a particular maturity bearing the same interest rate (and otherwise of like tenor) are to be redeemed, the particular Offered Bonds of such maturity bearing the same interest rate (and otherwise of like tenor) to be redeemed will be selected by the Trustee by lot, using such method of selection as it deems proper in its discretion.

Notice of Redemption

Notice of the redemption, identifying the Offered Bonds or portion thereof to be redeemed, will be given by the Trustee by mailing a copy of the redemption notice by first class mail (postage prepaid) not more than 60 days and not less than 30 days prior to the redemption date to the registered owner of each Offered Bond to be redeemed in whole or in part at the address shown on the registration books maintained by the Trustee. Pursuant to the Indenture, neither failure to receive any redemption notice nor any defect in such redemption notice shall affect the sufficiency of the proceedings for such redemption and failure by the Trustee to deliver such notice of redemption of the Offered Bonds at the times required in the Indenture shall not impair the ability of the Trustee and the Corporation to effect such redemption.

The 2025 Series A Supplemental Indenture provides that, notwithstanding anything in the General Indenture to the contrary, any notice of redemption for the Offered Bonds may state that such redemption is subject to the satisfaction of certain conditions. The Offered Bonds called for redemption shall be redeemed on the Redemption Date upon the satisfaction of such conditions. If such conditions have not been satisfied on or prior to the Redemption Date, the Offered Bonds, or portions thereof, shall not be redeemed and shall continue to bear interest until paid at the same rate as they would have borne had they not been called for redemption.

Book Entry Only

General

The Offered Bonds will be issued as fully-registered bonds in the name of Cede & Co., as nominee of DTC, as registered owner of the Offered Bonds. Purchasers of such Bonds will not receive physical delivery of bond certificates. For purposes of this Official Statement, so long as all of the Offered Bonds are immobilized in the custody of DTC, references to holders or owners of Offered Bonds (*except* under “Tax Matters”) mean DTC or its nominee.

* Preliminary, subject to change.

The information in this section concerning DTC and the DTC book-entry system has been obtained from DTC, and neither the Corporation nor the Underwriters take responsibility for the accuracy or completeness thereof.

DTC will act as securities depository for the Offered Bonds. The Offered Bonds will be issued as fully-registered securities registered in the name of Cede & Co. (DTC's partnership nominee) or such other name as may be requested by an authorized representative of DTC. One fully-registered Offered Bond certificate will be issued for all Offered Bonds of each particular maturity bearing the same interest rate (and otherwise of like tenor), in the aggregate principal amount of the Offered Bonds of such maturity bearing the same interest rate (and otherwise of like tenor), and will be deposited with DTC.

DTC, the world's largest securities depository, is a limited-purpose trust company organized under the New York Banking Law, a "banking organization" within the meaning of the New York Banking Law, a member of the Federal Reserve System, a "clearing corporation" within the meaning of the New York Uniform Commercial Code, and a "clearing agency" registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds and provides asset servicing for over 3.5 million issues of U.S. and non-U.S. equity issues, corporate and municipal debt issues, and money market instruments (from over 100 countries) that DTC's participants ("Direct Participants") deposit with DTC. DTC also facilitates the post-trade settlement among Direct Participants of sales and other securities transactions in deposited securities, through electronic computerized book-entry transfers and pledges between Direct Participants' accounts. This eliminates the need for physical movement of securities certificates. Direct Participants include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is a wholly-owned subsidiary of The Depository Trust & Clearing Corporation ("DTCC"). DTCC is the holding company for DTC, National Securities Clearing Corporation and Fixed Income Clearing Corporation, all of which are registered clearing agencies. DTCC is owned by the users of its regulated subsidiaries. Access to the DTC system is also available to others such as both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, and clearing corporations that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly ("Indirect Participants"). DTC has a Standard & Poor's rating of AA+. The DTC Rules applicable to its Participants are on file with the Securities and Exchange Commission. More information about DTC can be found at www.dtcc.com.

Purchases of the Offered Bonds under the DTC system must be made by or through Direct Participants, which will receive a credit for the Offered Bonds on DTC's records. The ownership interest of each actual purchaser of each Offered Bond ("Beneficial Owner") is in turn to be recorded on the Direct and Indirect Participants' records. Beneficial Owners will not receive written confirmation from DTC of their purchase. Beneficial Owners are, however, expected to receive written confirmations providing details of the transaction, as well as periodic statements of their holdings, from the Direct or Indirect Participant through which the Beneficial Owner entered into the transaction. Transfers of ownership interests in the Offered Bonds are to be accomplished by entries made on the books of Direct and Indirect Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive certificates representing their ownership interests in the Offered Bonds, except in the event that use of the book-entry system for the Offered Bonds is discontinued.

To facilitate subsequent transfers, all Offered Bonds deposited by Direct Participants with DTC are registered in the name of DTC's partnership nominee, Cede & Co., or such other name as may be requested by an authorized representative of DTC. The deposit of Offered Bonds with DTC and their registration in the name of Cede & Co. or such other DTC nominee do not effect any change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the Offered Bonds; DTC's records reflect only the identity of the Direct Participants to whose accounts such Offered Bonds are credited, which may or may not be the Beneficial Owners. The Direct and Indirect Participants will remain responsible for keeping account of their holdings on behalf of their customers.

Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time. Beneficial Owners of Offered Bonds may wish to take certain steps to augment the transmission to them of notices of significant events with respect to the Offered Bonds, such as redemptions, tenders, defaults, and proposed amendments to the Indenture. For example, Beneficial Owners of Offered Bonds may wish to ascertain that the nominee holding the Offered Bonds for their benefit has agreed to obtain and transmit notices to Beneficial Owners. In the alternative, Beneficial Owners may wish to provide their names and addresses to the registrar and request that copies of notices be provided directly to them.

Redemption notices shall be sent to DTC. If less than all of the Offered Bonds of a particular maturity bearing the same interest rate (and otherwise of like tenor) are being redeemed, DTC's practice is to determine by lot the amount of the interest of each Direct Participant in the Offered Bonds of such maturity bearing the same interest rate (and otherwise of like tenor) to be redeemed.

Neither DTC nor Cede & Co. (nor any other DTC nominee) will consent or vote with respect to Offered Bonds unless authorized by a Direct Participant in accordance with DTC's MMI Procedures. Under its usual procedures, DTC mails an Omnibus Proxy to the Corporation as soon as possible after the record date. The Omnibus Proxy assigns Cede & Co.'s consenting or voting rights to those Direct Participants to whose accounts Offered Bonds are credited on the record date (identified in a listing attached to the Omnibus Proxy).

Payments of principal of and interest on the Offered Bonds will be made to Cede & Co., or such other nominee as may be requested by an authorized representative of DTC. DTC's practice is to credit Direct Participants' accounts upon DTC's receipt of funds and corresponding detail information from the Corporation or the Trustee, on a payable date in accordance with their respective holdings shown on DTC's records. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in "street name," and will be the responsibility of such Participant and not of DTC, the Trustee, or the Corporation, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of principal and interest to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) is the responsibility of the Trustee or the Corporation, disbursement of such payments to Direct Participants will be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners will be the responsibility of Direct and Indirect Participants. **NEITHER THE CORPORATION NOR THE TRUSTEE WILL HAVE ANY RESPONSIBILITY OR OBLIGATION TO SUCH PARTICIPANTS, TO THE PERSONS**

FOR WHOM THEY ACT AS NOMINEES WITH RESPECT TO THE OFFERED BONDS, OR TO ANY BENEFICIAL OWNER IN RESPECT OF THE ACCURACY OF ANY RECORDS MAINTAINED BY DTC OR ANY DIRECT OR INDIRECT PARTICIPANT, THE PAYMENT BY DTC OR ANY DIRECT OR INDIRECT PARTICIPANT OF ANY AMOUNT IN RESPECT OF THE PRINCIPAL OR REDEMPTION PRICE OF OR INTEREST ON THE OFFERED BONDS, ANY NOTICE THAT IS PERMITTED OR REQUIRED TO BE GIVEN TO BONDHOLDERS UNDER THE INDENTURE, THE SELECTION BY DTC OR ANY DIRECT OR INDIRECT PARTICIPANT OF ANY PERSON TO RECEIVE PAYMENT IN THE EVENT OF A PARTIAL REDEMPTION OF THE OFFERED BONDS OR ANY OTHER ACTION TAKEN BY DTC AS REGISTERED BONDHOLDER.

DTC may discontinue providing its services as depository with respect to the Offered Bonds at any time by giving reasonable notice to the Corporation or the Trustee. Under such circumstances, in the event that a successor depository is not obtained, Offered Bond certificates are required to be printed and delivered as described in the Indenture.

The Corporation may decide to discontinue use of the system of book-entry transfers through DTC (or a successor securities depository). In that event, Offered Bond certificates will be required to be printed and delivered as described in the Indenture.

If bond certificates are issued, the principal due upon maturity or redemption of any of the Offered Bonds will be payable at the office of the Trustee, as paying agent, upon presentation and surrender of such Offered Bonds by the registered owner thereof on or after the date of maturity or redemption, as the case may be. Payment of the interest on each Offered Bond will be made by the Trustee to the registered owner of such Offered Bond by check mailed by first class mail (or, upon request of a registered owner of \$1,000,000 or more aggregate principal amount of Offered Bonds, by wire transfer) on the interest payment date to such registered owner as of the 20th day of the preceding month, in each case at the address appearing on the registration books relating to the Offered Bonds.

If bond certificates are issued, the Offered Bonds may be transferred and exchanged by the registered owner thereof or the registered owner's attorney duly authorized in writing, upon surrender thereof together with a written instrument of transfer satisfactory to the Trustee duly executed by the registered owner or the registered owner's duly authorized attorney at the office of the Trustee in Seattle, Washington. For every such exchange or transfer the Corporation or the Trustee may charge the transferee to reimburse it for any tax, fee or other governmental charge required to be paid with respect to such transfer or exchange. The Trustee is not obligated to make any such transfer or exchange during the 10 days next preceding an interest payment date or the date of mailing of any notice of redemption, nor of any Offered Bond selected for redemption. If any Offered Bond is mutilated, lost, stolen or destroyed, the Trustee may execute and deliver a new Offered Bond or Offered Bonds of the same series, maturity, interest rate and principal amount as the Offered Bond or Offered Bonds so mutilated, lost, stolen or destroyed, provided that such Offered Bond is surrendered to the Trustee, or evidence of loss, destruction or theft, together with satisfactory indemnity, is provided to the Trustee. The fees and expenses of the Corporation and the Trustee in connection with such replacement shall be paid by the owner.

THE CORPORATION

Certain Definitions

“Authority” means the Alaska State Housing Authority.

“Board” means the Board of Directors of the Corporation.

“Department” means the former Department of Community and Regional Affairs.

“Dividend Plan” means the dividend plan adopted by the Board in 1991 to transfer one-half of the lesser of its unrestricted net income or total net income to the State.

“Division” means The Public Housing Division of the Corporation.

“HUD” means the U.S. Department of Housing and Urban Development.

“Self-Liquidity Bonds” means, collectively, the Corporation’s State Capital Project Bonds II, 2017 Series B; State Capital Project Bonds II, 2018 Series A; and State Capital Project Bonds II, 2019 Series A.

General

The Corporation was established in 1971 as a non-stock, public corporation and government instrumentality of the State. The Corporation currently functions as a major source of residential mortgage loan financing and capital project financing in the State. The Corporation’s programs were originally established to take advantage of tax-exempt financing permitted under federal income tax law. Mortgages which meet applicable federal income tax requirements are financed by selling tax-exempt bonds. All other mortgages generally are financed through the issuance of taxable bonds or from internal funds. Since 1972, the Corporation has acquired mortgage loans by appropriation from the State and by purchase from independent originating lending institutions operating throughout the State. On July 1, 1992, the Corporation succeeded to the public housing functions of the Authority and the rural housing and residential energy functions of the Department pursuant to legislation enacted in the State’s 1992 legislative session. As a result, the rights and obligations created by bonds and notes that were previously issued by the Authority became rights and obligations of the Corporation.

The Corporation prepares and publishes on its website a monthly Mortgage and Bond Disclosure Report containing detailed information concerning characteristics of the Corporation’s mortgage loan portfolios and outstanding bond issues, including bond redemptions and mortgage prepayments. The Corporation presently intends to continue to provide such information, but is not legally obligated to do so. Certain financial and statistical information relating to the Corporation and its programs under the subheadings “Activities of the Corporation,” “Financial Results of Operations” and “Legislative Activity/Transfers to the State — Dividend to the State of Alaska” below was obtained from the April 2025 Mortgage and Bond Disclosure Report of the Corporation and the audited financial statements of the Corporation as of and for the year ended June 30, 2024. Copies of such financial statements and disclosure report may be obtained upon request from the Corporation. The Corporation’s main

office is located at 4300 Boniface Parkway, Anchorage, Alaska 99504, and its telephone number is (907) 338-6100. Electronic versions of the financial statements and disclosure reports are available at the Corporation's website.

Board of Directors, Staff and Organization

The Corporation is required by law to comply (except for the procurement provisions of the Alaska Executive Budget Act), and does comply, with the State budget process. The Corporation administratively operates within the State Department of Revenue. The Board of Directors of the Corporation is comprised of the Commissioner of Revenue, the Commissioner of Commerce, Community and Economic Development and the Commissioner of Health and Social Services, as well as four members from the following sectors of the general public appointed by the Governor to serve two-year terms: one member with expertise or experience in finance or real estate; one member who is a rural resident of the State or who has expertise or experience with a regional housing authority; one member who has expertise or experience in residential energy efficient home-building or weatherization; and one member who has expertise or experience in the provision of senior or low-income housing. The powers of the Corporation are vested in and exercised by a majority of its Board of Directors then in office, who may delegate such powers and duties as appropriate and permitted under the Act. The Corporation's current members of its Board of Directors are as follows:

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<u>Name</u>	<u>Occupation and Location</u>
Mr. Brent LeValley Chair	Retired Fairbanks, Alaska
Mr. Jess Hall	Vice President Hall Quality Homes Palmer, Alaska
Mr. Allen Hippler	Chief Financial Officer Tagiugmiullu Nunamiullu Housing Authority Anchorage, Alaska
Mr. David Pruhs	Mayor City of Fairbanks Fairbanks, Alaska
Mr. Adam Crum (or designee)	Commissioner Alaska Department of Revenue Juneau, Alaska
Ms. Heidi Hedberg (or designee)	Commissioner Alaska Department of Health Juneau, Alaska
Ms. Julie Sande (or designee)	Commissioner Alaska Department of Commerce, Community and Economic Development Juneau, Alaska

Principal financial officers of the Corporation are as follows:

Bryan Butcher - Chief Executive Officer/Executive Director. Mr. Butcher rejoined the Corporation on August 7, 2013. Prior to his appointment as Chief Executive Officer/Executive Director, Mr. Butcher served as Commissioner of the Alaska Department of Revenue from January 2011 to August 2013, as the Corporation's director of governmental relations and public affairs from 2003 to 2011, and as a senior aide to the House and Senate Finance Committees of the Alaska Legislature for 12 years. Mr. Butcher holds a Bachelor of Science degree from the University of Oregon.

Akis Gialopsos - Deputy Executive Director. Mr. Gialopsos joined the Corporation in January 2023, having previously worked in the Alaska Legislature in various aide positions, including to the Alaska House of Representatives, to the Chief of Staff for the Alaska Senate President and to the Senate Resources Committee. He also served as Deputy Chief of Staff and as Legislative Director in the Office of Governor Mike Dunleavy. Mr. Gialopsos is a graduate of the University of Alaska, Anchorage.

Michael Strand - Chief Financial Officer/Finance Director. Mr. Strand joined the Corporation in 2001, and previously served as Senior Finance Officer, Finance Officer and Financial Analyst II. Mr. Strand is a graduate of the University of Alaska, Anchorage, with Bachelor of Business Administration degrees in Finance and Economics.

Derrick Chan - Senior Finance Officer. Mr. Chan joined the Corporation in 2014, and previously served as Financial Analyst II and Planner I. Mr. Chan is a graduate of the University of Oregon with a Bachelor of Business Administration degree and also holds a Master of Business Administration degree in Finance and Investments from the Alaska Pacific University.

Gerard Deta - Finance Officer. Mr. Deta has been with the Corporation since 2001, and previously served as Financial Analyst II. Prior to joining the Corporation, he served as an auditor with Deloitte & Touche LLP. Mr. Deta is a graduate of Southern Utah University with Bachelor of Science degrees in Finance and Accounting.

Activities of the Corporation

The principal activity of the Corporation is the purchase of residential mortgage loans. This activity has been supplemented by the merger with the Authority under which the Corporation assumed responsibility for the public housing functions of the Authority and its assumption of the rural housing and residential energy functions of the Department. See “The Corporation — General.”

Financing Activities

The Corporation is authorized by the State Legislature to issue its own bonds, bond anticipation notes and other obligations in such principal amounts as the Corporation deems necessary to provide sufficient funds for carrying out its purpose.

Pursuant to State law, the maximum amount of bonds that the Corporation may issue during any fiscal year (the Corporation’s fiscal years end on June 30) is \$1.5 billion. Bonds issued to refund outstanding bonds and to refinance outstanding obligations of the Corporation are not counted against the maximum annual limit.

Since 1986, implementation of refinancing programs by the Corporation has resulted in the prepayment of outstanding mortgage loans with a corresponding redemption at par of substantial amounts of the Corporation’s notes or bonds secured by such mortgage loans.

Since 1997, the Corporation has issued certain Self-Liquidity Bonds, which are variable rate demand obligations with weekly interest rate resets. If these bonds are tendered or deemed tendered, the Corporation has the obligation to purchase any such bonds that cannot be remarketed. This general obligation is not secured by any particular funds or assets, including any assets that may be held under the related indentures. The Corporation may issue additional bonds for which it will provide liquidity support, similar to that which it currently provides for the Self-Liquidity Bonds.

Other variable rate demand obligations issued by the Corporation are the subject of liquidity facilities provided by third-party liquidity providers in the form of standby bond

purchase agreements and/or letters of credit. If such obligations are tendered or deemed tendered, the related liquidity provider is obligated to purchase any such obligations that cannot be remarketed. Such purchase obligation also arises in connection with the expiration of such facility in the absence of a qualifying substitute therefor. Bonds so purchased and held by third-party liquidity providers will thereupon begin to bear higher rates of interest and be subject to accelerated mandatory redemption by the Corporation, in each case in accordance with and secured by the related indenture.

The following table sets forth certain information regarding the Corporation's variable rate demand obligations as of April 30, 2025:

<u>Bond Series</u>	<u>Amount Outstanding</u>	<u>Liquidity Provider (or Self-Liquidity)</u>	<u>Facility Expiration Date</u>
Governmental Purpose Bonds, 2001 Series A and B	\$ 52,370,000	Federal Home Loan Bank - Des Moines	August 10, 2026
Home Mortgage Revenue Bonds, 2002 Series A	22,545,000	Federal Home Loan Bank- Des Moines	August 10, 2026
Home Mortgage Revenue Bonds, 2007 Series A, B and D	191,795,000	Federal Home Loan Bank- Des Moines	August 10, 2028
Home Mortgage Revenue Bonds, 2009 Series A and B	136,880,000	Federal Home Loan Bank- Des Moines	August 10, 2029
Home Mortgage Revenue Bonds, 2009 Series D	68,435,000	Federal Home Loan Bank- Des Moines	August 10, 2029
State Capital Project Bonds II, 2017 Series B	90,000,000	Self-Liquidity ⁽¹⁾	NA ⁽²⁾
State Capital Project Bonds II, 2018 Series A	90,000,000	Self-Liquidity ⁽¹⁾	NA ⁽²⁾
State Capital Project Bonds II, 2019 Series A	140,000,000	Self-Liquidity ⁽¹⁾	NA ⁽²⁾
State Capital Project Bonds II, 2022 Series A	<u>200,000,000</u>	Barclays Bank PLC	June 1, 2027
	<u>\$992,025,000</u>		

⁽¹⁾ A \$180,000,000 standby letter of credit is currently in place with the Sumitomo Mitsui Banking Corporation, acting through its New York Branch, to further support self-liquidity by providing funds for the purchase of the Corporation's Commercial Paper Notes and certain variable rate State Capital Project Bonds II which are tendered and not remarketed and which are supported by Self Liquidity. Unless extended or terminated pursuant to its terms, this agreement will expire on April 1, 2030. Additionally, a \$140,000,000 standby letter of credit is currently in place with Royal Bank of Canada, acting through its New York Branch, to further support self-liquidity by providing funds for the purchase of the Corporation's Commercial Paper Notes and certain variable rate State Capital Project Bonds II which are tendered and not remarketed and which are supported by Self-Liquidity. Unless extended or terminated pursuant to its terms, this agreement will expire on April 30, 2030.

⁽²⁾ The Corporation's obligation to purchase Self-Liquidity Bonds tendered or deemed tendered remains in effect so long as the related variable rate bonds are outstanding or until a qualifying third-party liquidity facility has replaced it.

The Corporation's financing activities include, in addition to the issuance of Bonds under the Indenture, recurring long-term debt issuances under established bond indentures described below. Such issuances constitute the majority of the Corporation's financing activities.

Home Mortgage Revenue Bonds. The Corporation issues Home Mortgage Revenue Bonds to finance the purchase of mortgage loans or to refund other obligations of the Corporation. Mortgage loans and/or other assets are pledged as collateral for the Home Mortgage Revenue Bonds. Home Mortgage Revenue Bonds are also general obligations of the Corporation.

General Mortgage Revenue Bonds II. The Corporation issues General Mortgage Revenue Bonds II to finance the purchase of mortgage loans or to refund other obligations of the Corporation. Mortgage loans and other assets are pledged as collateral for the General Mortgage Revenue Bonds II. General Mortgage Revenue Bonds II are general obligations of the Corporation.

Collateralized Bonds (Veterans Mortgage Program). The Corporation funds its Veterans Mortgage Program with the proceeds of State-guaranteed Collateralized Bonds. Qualified mortgage loans and/or mortgage-backed securities are pledged as collateral for the Collateralized Bonds. Collateralized Bonds are also general obligations of the Corporation and general obligations of the State.

Governmental Purpose Bonds. The Corporation issues Governmental Purpose Bonds to finance capital expenditures of the State for governmental purposes, with certain proceeds available for general corporate purposes. Governmental Purpose Bonds are general obligations of the Corporation.

State Capital Project Bonds II. The Corporation issues State Capital Project Bonds II to finance designated capital projects of State agencies and the Corporation, to refund other obligations of the Corporation and to finance building purchases that may or may not be secured by lease agreements between the Corporation and the State of Alaska. State Capital Project Bonds II are general obligations of the Corporation.

The following tables set forth certain information as of April 30, 2025, regarding bonds issued under the above-described financing programs and the Bonds issued under the Indenture:

Bonds Issued and Remaining Outstanding by Program

<u>Bond Program</u>	<u>Issued through 4/30/2025</u>	<u>Issued During Ten Months Ended 4/30/2025</u>	<u>Outstanding as of 4/30/2025</u>
State Capital Project Bonds II	\$ 2,264,410,000	\$127,100,000	\$1,254,035,000
General Mortgage Revenue Bonds II	1,399,080,000	110,000,000	897,475,000
Home Mortgage Revenue Bonds	1,262,675,000	0	419,655,000
Collateralized Bonds (Veterans Mortgage Program)	917,785,000	75,000,000	159,095,000
Governmental Purpose Bonds	973,170,000	0	52,370,000
Other Bonds	<u>14,283,874,122</u>	<u>0</u>	<u>0</u>
Total Bonds	<u>\$21,100,994,122</u>	<u>\$312,100,000</u>	<u>\$2,782,630,000</u>

Summary of Bonds Issued and Remaining Outstanding

	Issued through <u>4/30/2025</u>	Issued During Ten Months Ended <u>4/30/2025</u>	Outstanding as of <u>4/30/2025</u>
Tax-Exempt Bonds	\$15,479,069,122 [†]	\$312,100,000	\$2,054,075,000
Taxable Bonds	<u>5,621,925,000</u>	<u>0</u>	<u>728,555,000</u>
Total Bonds	<u>\$21,100,994,122</u>	<u>\$312,100,000</u>	<u>\$2,782,630,000</u>
Self-Liquidity Bonds ^{††}	<u>\$380,000,000</u>	<u>\$0</u>	<u>\$320,000,000</u>

[†] Includes release of proceeds of \$193,100,000 Mortgage Revenue Bonds originally issued in 2009.

^{††} For information only. These amounts are already included in the categories above.

The Corporation's financing activities also include recurring short-term debt issuances under established programs or agreements. The proceeds of such issuances may be used for any lawful purpose of the Corporation; however, the Corporation has in the past used and intends to continue to use such proceeds to temporarily refund outstanding tax-exempt obligations prior to their permanent refunding through the issuance of tax-exempt bonds.

Commercial Paper Notes Program. On June 13, 2007, the Corporation's Board of Directors authorized a domestic Commercial Paper Notes Program with a major dealer under which the maximum principal amount of notes outstanding at any one time shall not exceed \$150,000,000. The Commercial Paper Notes Program is rated "P-1" by Moody's, "A-1+" by S&P, and "F1+" by Fitch.

Reverse Repurchase Agreements. The Corporation may enter into reverse repurchase agreements in such amounts as it deems necessary for carrying out its purpose.

TBA Markets. From time to time, in lieu of utilizing the proceeds of bond issues to finance certain federally insured or guaranteed mortgage loans, the Corporation pools those mortgage loans into GNMA Mortgage-Backed Securities and sells the securities into the national TBA ("To Be Announced") future delivery market through a third-party turnkey provider.

Lending Activities

The Corporation finances its lending activities with a combination of general operating funds, bond proceeds, and loan prepayments and earnings derived from the permitted spread between borrowing and lending rates. The Corporation acquires mortgage loans after they have been originated and closed by direct lenders, which normally are financial institutions or mortgage companies with operations in the State. Under many of the Corporation's programs, the originating lender continues to service the mortgage loan on behalf of the Corporation. The Corporation also makes available a streamlined refinance option that allows applicants to obtain new financing secured by property that is currently financed by the Corporation without income, credit, or appraisal qualifications.

In addition to the lending programs described below, the Corporation funded a loan totaling approximately \$145 million (\$50 million on November 20, 2013; \$24 million on July 29, 2016; \$46 million on June 9, 2017; and \$25 million on January 12, 2018) for the construction and rehabilitation of rental housing on two United States Army bases in the State, Fort Wainwright and Fort Greely, bearing interest at a rate of 6.625% per annum and amortizing over a 40-year term maturing April 15, 2058, with a 35-year lockout for prepayment. As of April 30, 2025, the remaining principal balance on this loan was \$137,150,784.

Following are brief descriptions of the Corporation's lending programs:

First Home Limited Program. The First Home Limited Program offers lower interest rates to eligible borrowers who meet income, purchase price, and other requirements of the Code.

First Home Program. The First Home Program offers a reduced interest rate to first-time homebuyers who do not meet the Code requirements of the First Home Limited Program.

Veterans Mortgage Program. The Veterans Mortgage Program offers a reduced interest rate to qualified veterans who purchase or construct owner-occupied single-family residences or, with certain restrictions, who purchase a duplex, triplex, or fourplex.

Rural Loan Program. The Rural Loan Program offers financing to purchase, construct, or renovate owner occupied and non-owner occupied housing in small communities. The Rural interest rate is one percent below the calculated cost of funds established for the Corporation's Taxable Program and is applied to the first \$250,000 of the loan only. The balance of the loan is at the Rural interest rate plus 1%.

My Home Program. The My Home Program is available statewide for applicants or properties not meeting requirements of other Corporation programs. Borrowers and properties must meet the Corporation's general financing requirements.

Uniquely Alaskan Program. The Uniquely Alaskan Program is targeted toward non-conforming loans for certain properties for which financing may not be obtained through private, state or federal mortgage programs.

Multi-Family Loan Purchase Program. The Corporation participates with approved lenders to provide financing for the acquisition, rehabilitation, and refinancing of multi-family housing (buildings with at least five units and designed principally for residential use) as well as certain special-needs and congregate housing facilities.

The following tables set forth certain information as of April 30, 2025, regarding the mortgage loans financed under the above-described lending programs:

Mortgage Purchases by Program

<u>Loan Program</u>	<u>Original Principal Balance of Mortgage Loans Purchased during FY 2024</u>	<u>Original Principal Balance of Mortgage Loans Purchased during Ten Months Ended 4/30/2025</u>
My Home	\$233,605,839	\$183,997,203
First Home	140,145,747	120,344,456
First Home Limited	110,386,025	111,720,858
Veterans	84,369,721	90,706,671
Rural	29,203,641	43,753,276
Multi-Family/Special Needs	7,360,600	10,139,900
Other Loan Programs	<u>1,870,650</u>	<u>1,751,745</u>
Total Mortgage Purchases	<u>\$606,942,223</u>	<u>\$562,414,109</u>

Percentage of Original Principal Balance of Total Mortgage Purchases during Period Representing Streamline Refinance Loans

0.1%

0.2%

Mortgage Portfolio Summary

	<u>As of 6/30/2024</u>	<u>As of 4/30/2025</u>
Mortgages	\$3,430,406,730	\$3,711,600,032
Participation Loans	114,773,460	136,326,673
Unconventional Loans/REO	<u>74,289,371</u>	<u>81,798,283</u>
Total Mortgage Portfolio	<u>\$3,619,469,561</u>	<u>\$3,929,724,988</u>

Mortgage Insurance Summary[†]

<u>Type</u>	<u>Outstanding Principal Balance as of 4/30/2025</u>	<u>Percentage of Total Mortgage Loans by Outstanding Principal Balance</u>
Uninsured ^{††}	\$2,146,357,899	54.7%
Private Mortgage Insurance ^{†††}	1,094,539,310	27.8%
Federally Insured – VA	267,832,241	6.8%
Federally Insured – FHA	237,094,609	6.0%
Federally Insured – RD	112,092,587	2.9%
Federally Insured – HUD 184	<u>71,808,342</u>	<u>1.8%</u>
TOTAL	<u>\$3,929,724,988</u>	<u>100.0%</u>

[†] This table contains information regarding the types of primary mortgage insurance coverage applicable to the Corporation's mortgage loans at their respective originations. No representation is made as to the current status of primary mortgage insurance coverage.

^{††} Uninsured Mortgage Loans represent loans for which the original loan-to-value ratio was not in excess of 80% (90% for loans in rural areas) and insurance coverage was therefore not required. No representation is made as to current loan-to-value ratios.

^{†††} The following table sets forth information with respect to the providers of such private mortgage insurance. No representation is made as to the amount of private mortgage insurance coverage provided by carriers whose claims-paying ability is rated investment grade or better by Moody's, S&P or Fitch.

<u>PMI Provider</u>	<u>Outstanding Principal Balance as of 4/30/2025</u>	<u>Percentage of Total Mortgage Loans by Outstanding Principal Balance</u>
Radian Guaranty	\$379,145,726	9.6%
United Guaranty	211,333,233	5.4%
Mortgage Guaranty	178,183,712	4.5%
National Mortgage Insurance	144,797,288	3.7%
Essent Guaranty	94,014,353	2.4%
Genworth GE	67,300,984	1.7%
CMG Mortgage Insurance	18,673,205	0.5%
PMI Mortgage Insurance	736,983	0.0%
Commonwealth	<u>353,826</u>	<u>0.0%</u>
TOTAL	<u>\$1,094,539,310</u>	<u>27.8%</u>

Mortgage Geography Summary

<u>Property Location</u>	<u>Outstanding Principal Balance as of 4/30/2025</u>	<u>Percentage of Total Mortgage Loans by Outstanding Principal Balance</u>
Anchorage	\$1,537,430,932	39.1%
Fairbanks/North Pole/Ft. Wainwright	541,891,043	13.8%
Wasilla/Palmer	488,849,068	12.5%
Juneau/Ketchikan	349,454,773	8.9%
Kenai/Soldotna/Homer	283,414,879	7.2%
Eagle River/Chugiak	204,235,758	5.2%
Kodiak Island	97,327,383	2.5%
Other Geographic Region	<u>427,121,152</u>	<u>10.8%</u>
TOTAL	<u>\$3,929,724,988</u>	<u>100.0%</u>

The following table sets forth certain delinquency information (including loans receiving forbearance or in loss mitigation) as of April 30, 2025:

Corporation Mortgage Delinquency Summary

<u>Status</u>	<u>As of 6/30/2024</u>	<u>As of 4/30/2025</u>
Delinquent 30 Days	1.79%	1.28%
Delinquent 60 Days	0.48	0.50%
Delinquent 90 Days or More	<u>0.58</u>	<u>0.62%</u>
Total Mortgage Delinquency	<u>2.85%</u>	<u>2.40%</u>

Corporation Mortgage Foreclosure Summary

	<u>Foreclosed During FY 2024</u>	<u>Foreclosed during Ten Months Ended 4/30/2025</u>
Total Foreclosures	<u>\$3,568,682</u>	<u>\$3,378,899</u>

Public Housing Activities

The Corporation performs certain public housing functions in the State through the Division. The Division operates Low Rent and Section 8 New Construction/Additional Assistance housing to serve low-income families, disabled persons and seniors in several communities throughout Alaska. The Division also administers the rent subsidies for numerous families located in private-sector housing through vouchers, certificates, and coupons issued pursuant to Section 8 of the United States Housing Act of 1937. The Division's operating budget is funded primarily through contracts with HUD. The Division is engaged in a number of multifamily renovation and new construction projects throughout the State.

Financial Results of Operations

The following is a summary of revenues, expenses and changes in net position of the Corporation for each of its five most recent fiscal years ended June 30. For additional detail, see the Statement of Revenues, Expenses, and Changes in Net Position in the Corporation's financial statements as of and for the year ended June 30, 2024, included in Appendix A to this Official Statement.

Summary of Revenues, Expenses and Changes in Net Position (000's)

	Fiscal Year Ended June 30				
	2024	2023	2022	2021	2020
Assets and Deferred Outflows	\$4,516,164	\$4,324,347	\$4,352,496	\$4,502,474	\$4,609,943
Liabilities and Deferred Inflows	2,863,328	2,696,097	2,753,035	2,886,543	3,002,979
Net Position	1,652,836	1,628,250	1,599,461	1,615,931	1,606,964
Operating Revenues	312,219	338,627	424,642	306,080	251,076
Operating Expenses	281,968	301,791	422,408	296,102	215,535
Operating Income (Loss)	30,251	36,836	2,234	9,978	35,541
Contribution to State	(5,665)	(8,047)	(933)	(1,011)	0
Change in Net Position	\$24,586	\$28,789	\$1,301	\$8,967	\$35,541

Legislative Activity/Transfers to the State

Prior Transfers to the State

The Board adopted the Dividend Plan in 1991 to transfer one-half of the lesser of its unrestricted net income or total net income to the State. Under the Dividend Plan, in 1991 the Corporation transferred a total of \$114,324,000 to the State. Additionally, in 1995, the Board voted to make a one-time payment to the State in the amount of \$200,000,000. On April 27, 1995, the Corporation agreed to make a one-time transfer of \$50,000,000 to the State and close

the Dividend Plan. In 1997, the Corporation transferred to the State's general fund \$20,000,000 made available as a consequence of certain bond retirements.

The Current Transfer Plan

In the fiscal year 1996 capital appropriation bill (the April 27, 1995, agreement referred to in the immediately preceding paragraph and the 1996 capital appropriation bill, as amended, collectively, the "Transfer Plan") the Legislature expressed its intent that the Corporation transfer to the State (or expend on its behalf) amounts not to exceed \$127,000,000 in fiscal year 1996 and \$103,000,000 in each fiscal year from 1997 to 2000, but that, "[T]o ensure the prudent management of [the Corporation and] to protect its excellent debt rating ..." in no fiscal year should such amount exceed the Corporation's net income for the preceding fiscal year.

The 1998 Legislature adopted legislation (the "1998 Act") authorizing the Corporation to finance state capital projects through the issuance of up to \$224,000,000 in bonds. The 1998 Act also extended the term of the Transfer Plan by stating the Legislature's intent that the Corporation transfer to the State (or expend on its behalf) an amount not to exceed \$103,000,000 in each fiscal year through fiscal year 2006, again stating that, to protect the Corporation and its bond rating, in no fiscal year should such amount exceed the Corporation's net income for the preceding fiscal year.

The 2000 Legislature adopted legislation (the "2000 Act") authorizing the issuance of bonds in sufficient amounts to fund the construction of various State capital projects, and extended the Transfer Plan (as described above) through fiscal year 2008.

The 2002 Legislature adopted legislation (the "2002 Act") authorizing the issuance of \$60,250,000 in capital project bonds for the renovation and deferred maintenance of the Corporation's Public Housing facilities.

The 2004 Legislature adopted legislation (the "2004 Act") authorizing the additional issuance of bonds in sufficient amounts to fund the construction of various State capital projects. The bond proceeds are allocated to agencies and municipalities subject to specific legislative appropriation.

The Corporation has issued \$196,345,000 principal amount of State Capital Project Bonds pursuant to the 1998 Act, \$74,535,000 principal amount of State Capital Project Bonds pursuant to the 2000 Act, \$60,250,000 principal amount of State Capital Project Bonds pursuant to the 2002 Act, and \$45,000,000 principal amount of State Capital Project Bonds pursuant to the 2004 Act, and has completed its issuance authority under the Acts. Payment of principal and interest on these bonds is categorized as a transfer pursuant to the Transfer Plan and is included in the Corporation's capital budget.

The 2003 Legislature enacted Chapter 76 SLA 2003, subsequently amended by Chapter 120 SLA 2004, Chapter 7 SLA 2006 and Chapter 35 SLA 2010 (as so amended, the "2003 Act"), which modified and incorporated provisions of the Transfer Plan. The Corporation views the 2003 Act as an indefinite, sustainable continuation of the Transfer Plan. The 2003 Act provides that the amount transferred by the Corporation to the State in fiscal years 2004, 2005, and 2006 shall not exceed \$103,000,000 (in each case, less debt service on certain State Capital

Project Bonds and any legislative appropriation of the Corporation's unrestricted, unencumbered funds other than appropriations for the Corporation's operating budget).

The 2003 Act further provides that the amount transferred by the Corporation to the State in each fiscal year beginning with fiscal year 2007 shall not exceed:

- (i) the lesser of (A) \$103,000,000 and (B) the respective percentage of adjusted change in net assets for the fiscal year two years prior thereto (the "base fiscal year") for such fiscal year set forth in the table below, less
- (ii) debt service on certain State Capital Project Bonds, less
- (iii) any legislative appropriation of the Corporation's unrestricted, unencumbered funds other than appropriations for the Corporation's operating budget.

<u>Fiscal Year</u>	<u>Percentage of Adjusted Change in Net Assets</u>
2007	95%
2008	85%
2009 and thereafter	75%

Under the 2003 Act, "adjusted change in net assets" means the change in net assets for a base fiscal year as reflected in the Corporation's financial statements, adjusted for capital expenditures incurred during such year and, effective June 20, 2010, temporary market value adjustments to assets and liabilities made during such year.

Dividend to the State of Alaska

Following are the details of the Corporation's dividend to the State as of June 30, 2024 (in thousands).

	<u>Dividend Due to State</u>	<u>Expenditures</u>	<u>Remaining Commitments</u>
State General Fund Transfers	\$ 799,514	\$ (789,880)	\$ 9,634
State Capital Projects Debt Service	510,557	(507,037)	3,520
State of Alaska Capital Projects	294,915	(266,164)	28,751
Corporation Capital Projects	<u>637,232</u>	<u>(558,145)</u>	<u>79,087</u>
Total	<u>\$2,242,218</u>	<u>\$(2,121,226)</u>	<u>\$120,992</u>

Corporation Budget Legislation

The Corporation's fiscal year 2026 operating budget is expected to be enacted by the Legislature during the 2025 legislative session. Consistent with the Transfer Plan, the fiscal year 2026 capital budget estimates that \$37.8 million will be available from the adjusted change in net position for payment of debt service, appropriation for capital projects and transfers to the State General Fund.

There can be no assurance that the Legislature or the Governor of the State will not seek and/or enact larger dividends or other transfers of Corporation assets by legislative enactment or other means in the future; however, the Transfer Plan, as amended, has been honored to date by all parties thereto.

Litigation

There are no threatened or pending cases in which the Corporation is or may be a defendant which the Corporation feels have merit and which it feels could give rise to materially negative economic consequences.

Continuity of Operations

Certain external events, including but not limited to pandemics, natural disasters, technological emergencies, and acts of war or terrorism, could potentially disrupt the Corporation's ability to conduct business operations or have an adverse effect on its financial condition. To minimize the impact of such events, the Corporation developed a Business Continuity Plan that provides for continued execution of mission-critical functions during emergencies and facilitates a return to normal operating conditions as soon as practical. No assurances can be given that the Business Continuity Plan will fully mitigate the effects of an emergency event on business operations.

Cybersecurity

The Corporation operates in a complex technology environment that includes the exchange of personal, private, and sensitive information. Accordingly, it faces multiple threats to its cybersecurity, including, but not limited to, hacking, viruses, and malware attacks against its digital networks and systems. The Corporation maintains an Information Security Plan that includes regular testing of its digital systems and periodic reporting of such results to senior management. Additionally, the Corporation mandates recurring information security and privacy awareness training for all staff and conducts phishing campaigns and penetration tests of its cybersecurity systems and infrastructure. No assurances can be given that such security and operational control measures will be successful in fully mitigating cyber threats and attacks, and such events could negatively impact business operations, compromise digital networks and systems, and damage the Corporation's reputation, financial performance, and customer or vendor relationships. Such events could also result in litigation or regulatory investigations or actions, including regulatory actions by state and federal governmental authorities. The costs of remedying any such damage could be substantial and could adversely affect the Corporation's ability to conduct operations in the future.

SUMMARY OF CERTAIN PROVISIONS OF THE INDENTURE

Certain covenants and security provisions of the Indenture are summarized below. Reference should be made to the Indenture for a full and complete statement of their provisions.

Certain Definitions (Section 101)

“Bond Counsel’s Opinion” means an opinion signed by an attorney or firm of attorneys of nationally recognized standing in the field of law relating to municipal, state and public agency financing, selected by the Corporation.

“Code” means the Internal Revenue Code of 1986, as amended, and United States Treasury regulations promulgated thereunder or applicable thereto.

“Credit Enhancement” means any source of payment of principal or interest with respect to Bonds (including principal and interest payable upon a tendering of the Bonds in accordance with their terms) other than assets and revenues under the Indenture and includes, by example and not limitation, letters of credit, bond insurance, liquidity facilities, surety bonds, and stand-by bond purchase agreements.

“Credit Enhancer” means any entity or entities which provide Credit Enhancement.

“DTC” means The Depository Trust Company, New York, New York.

“Government Obligations” means:

- (1) direct obligations of, or obligations guaranteed as to full and timely payment of interest and principal by, the United States of America or any agency or instrumentality of the United States of America the obligations of which are backed by the full faith and credit of the United States of America; or
- (2) instruments evidencing direct ownership interests in direct obligations, or specified portions (such as principal or interest) of such obligations, of the United States of America which obligations are held by a custodian in safe keeping on behalf of the holders of such receipts.

“Investment Securities” means any investments selected by the Corporation, if and to the extent the same are at the time legal investments by the Corporation of the funds to be invested therein and in compliance with the Corporation’s then current investment policies.

“Outstanding,” when used with reference to Bonds, means, as of any date, all Bonds theretofore or thereupon being authenticated and delivered under the Indenture except:

- (1) any Bond canceled by the Trustee or delivered to the Trustee for cancellation at or prior to such date;
- (2) any Bond in lieu of or in substitution for which other Bonds shall have been authenticated and delivered pursuant to the Indenture; and
- (3) any Bond that has been paid or is deemed to have been paid as described under “Summary of Certain Provisions of the Indenture — Defeasance.”

“Rating Agency” means any national securities rating service requested by the Corporation to rate the Bonds and which, at the time of consideration, provides a published rating for the Bonds.

“Rating Quality” means, with respect to any Series of Bonds, having terms, conditions and/or a credit quality such that the item stated to be of “Rating Quality” will not, as confirmed in writing received by the Trustee from each of the Rating Agencies, impair the ability of the Corporation to obtain the ratings initially from the Rating Agencies anticipated to be received with respect to such Bonds as described in the Supplemental Indenture authorizing such Bonds and, if the Bonds have been rated, will not cause any such Rating Agency to lower or withdraw the rating it has assigned to the Bonds.

“Rebate Amount” means that amount with respect to the Bonds determined by the Corporation to be required to be rebated to the United States government pursuant to the Code.

“Redemption Price” means, with respect to any Bonds that have been designated for redemption, the principal amount thereof plus the applicable premium, if any, payable upon redemption thereof.

“Revenues” means, in addition to amounts so identified in the Indenture, such amounts derived from such sources as the Corporation may identify in a Supplemental Indenture authorizing the issuance of a Series of Bonds.

Pledge Effected by Indenture; Indenture to Constitute a Contract (Section 201)

All amounts in the Program Account and the Revenue Account are pledged under the Indenture to secure the payment of the principal of and interest on the Bonds, subject only to the provisions of the Indenture permitting the application thereof for other purposes; provided, however, that the Corporation may direct the Trustee to establish subaccounts for any such accounts to secure all or any portion of a Series or Subseries of Bonds, and, upon the creation of such subaccount, any amounts deposited or held therein may be pledged to secure the payment of principal of and interest on only those Bonds for which such subaccount was created.

In consideration of the purchase and acceptance of the Bonds by those who shall hold the same from time to time, the provisions of the Indenture shall be a part of the contract of the Corporation with the holders of Bonds and shall be deemed to be and shall constitute a contract between the Corporation, the Trustee and the holders from time to time of the Bonds. The pledges and assignments made by the Indenture and the provisions, covenants and agreements set forth in the Indenture to be performed by or on behalf of the Corporation shall be for the equal benefit, protection and security of the holders of any and all of such Bonds, each of which, regardless of the time or times of its issue or maturity, shall be of equal rank without preference, priority or distinction over any other thereof except as expressly provided in the Indenture (and, in particular, except that one or more Series of Bonds may be issued with Credit Enhancement which, as permitted by the Indenture, may be pledged to such Series of Bonds and, at the Corporation’s sole discretion, may not benefit any other Series of Bonds).

Issuance and Delivery of Bonds (Section 203)

The Corporation may from time to time issue additional Series of Bonds under the Indenture with such provisions of the Indenture applicable as it determines in an unlimited aggregate principal amount to provide additional funds for any purpose of the Corporation.

Before the Trustee may authenticate an additional Series of Bonds, there must be delivered to the Trustee, among other things, evidence from each Rating Agency that the issuance of such additional Series of Bonds will not, in and of itself, result in the ratings then in effect on any Bonds then Outstanding being reduced or withdrawn.

Investment of Certain Funds (Section 403)

The Corporation shall direct the Trustee to invest amounts in the Accounts in Investment Securities; in the absence of direction from the Corporation, the Trustee shall, to the maximum extent practicable, keep amounts in the Accounts invested in money market funds, secured by obligations with maturities of one year or less, the payment of principal and interest on which is guaranteed by the full faith and credit of the United States of America. Notwithstanding the foregoing, the Corporation shall not direct the investment of, and the Trustee shall hold uninvested, moneys held for the payment of Bonds that may be tendered for purchase, and that have been tendered for purchase, pursuant to the terms of the supplemental indenture authorizing the issuance of such Bonds.

Investment Securities purchased as an investment of moneys in any Account held by the Trustee under the provisions of the Indenture shall be deemed at all times to be a part of such Account, but the income or interest earned (other than accrued interest at the time of purchase of the Investment Securities) and gains realized in excess of losses suffered by an Account due to the investment thereof shall be deposited in the Revenue Account or shall be credited as Revenues to the Revenue Account from time to time and reinvested in accordance with the provisions described in the immediately preceding paragraph.

The Trustee may commingle any of the Accounts established pursuant to the Indenture or any supplemental indenture into a separate fund or funds for investment purposes only; provided, however, that all Accounts held by the Trustee under the Indenture shall be accounted for separately notwithstanding such commingling. In addition, for investment purposes only, the Trustee may, at its sole discretion, commingle any of the Accounts established under any other indenture, resolution, or agreement of the Corporation with the Trustee, to the extent permitted therein.

Valuation and Sale of Investments (Section 404)

Except as provided in the Indenture, in computing the amount in any Account, obligations purchased as an investment of moneys therein shall be valued at amortized value. Amortized value means par, if the obligation was purchased at par, or, when used with respect to an obligation purchased at a premium above or a discount below par, means the value as of any given time obtained by dividing the total premium or discount at which such obligation was purchased by the number of interest payments remaining on such obligation after such purchase and deducting the amount thus calculated for each Interest Payment Date after such purchase

from the purchase price in the case of an obligation purchased at a premium or adding the amount thus calculated for each Interest Payment Date after such purchase to the purchase price in the case of an obligation purchased at a discount.

Establishment of Accounts (Section 501)

The Indenture establishes and creates the following Accounts and Subaccounts:

- (1) Program Account and, within the Program Account, Program Subaccounts;
- (2) Revenue Account; and
- (3) Rebate Account.

The Corporation may establish with the Trustee additional accounts and subaccounts in a supplemental indenture for the purpose of creating additional security for a Series of Bonds and may provide in such supplemental indenture that such account is only for the security of such Series of Bonds and not to secure any other bonds of the Corporation, including any other Bonds issued under the Indenture.

Program Account (Section 502)

The Program Account consists of, and there may be created and established, one or more Program Subaccounts for each Series of Bonds as required by the supplemental indenture authorizing such Series.

Revenue Account (Section 503)

The Corporation shall pay or cause to be paid to the Trustee, at least two Business Days prior to the due date thereof, assets and revenues of the Corporation as may be available (subject to agreements made with holders of other obligations of the Corporation pledging particular assets and revenues and the exclusion by the Act of a pledge of funds in the Housing Development Fund) as needed to make all payments of principal, interest and premium with respect to the Bonds and any other payments required by the Indenture or by any supplemental indenture authorizing the issuance of a Series of Bonds. The Trustee shall deposit such amounts in the Revenue Account or, if required under the terms of a supplemental indenture authorizing the issuance of a Series of Bonds, in such subaccount thereof as may be created by such supplemental indenture for such Series of Bonds. There shall also be deposited in the Revenue Account, or subaccount thereof if applicable, any other amounts required to be deposited therein pursuant to the Indenture or a supplemental indenture.

The Revenue Account may consist of, and there may be created and established, one or more Revenue Subaccounts for each Series of Bonds (and subaccounts of such Revenue Subaccounts for any subseries of such Series) as required by the supplemental indenture authorizing such Series. Amounts deposited in a Revenue Subaccount may be used only for the purposes stated in the supplemental indenture creating such Revenue Subaccount.

The Trustee shall pay out of the Revenue Account:

(i) on each Interest Payment Date, the amounts required for the payment of principal due, if any, and interest due on the Bonds on such date; and

(ii) on any Redemption Date or date of purchase, the amounts required for the payment of accrued interest on the Bonds and for the payment of principal and Sinking Fund Payments to become due on the Bonds to be redeemed or purchased on such date, unless the payment of such accrued interest is otherwise provided for, and in each such case, such amounts will be applied by the Trustee to such payments or to reimburse any Credit Enhancer for any such payment made with any such Credit Enhancer's Credit Enhancement. The Trustee shall deliver written notice to the Corporation (which may be by facsimile transmission or otherwise) on the day before any payment required by the preceding sentence if on such date there are not sufficient funds in the Revenue Account to make such required payment, which notice shall include a statement of the amount of such deficiency.

As soon as practicable after the 45th day preceding the due date of any Sinking Fund Payment, the Trustee shall proceed to call for redemption on such due date, Bonds of the Series and maturity for which such Sinking Fund Payment was established in such amount as shall be necessary to complete the retirement of a principal amount of such Bonds of such maturity equal to the unsatisfied balance of such Sinking Fund Payment. The Trustee shall so call such Bonds for redemption whether or not it then has moneys in the Revenue Account sufficient to pay the applicable Redemption Price thereof on the Redemption Date. The Trustee shall pay out of the Revenue Account on the Redemption Date the amount required for the redemption of the Bonds so called for redemption, and such amount shall be applied by the Trustee to such redemption.

Upon written instruction from the Corporation at any time, the Trustee shall apply amounts in the Revenue Account to the purchase of Outstanding Bonds in lieu of any redemption of such Bonds pursuant to the supplemental indenture applicable to such Bonds, and upon such purchase such Bonds shall be canceled. The Corporation shall notify the Trustee three Business Days before any date that the Corporation intends to instruct the Trustee to purchase Bonds, and, on the date of any such purchase, the Trustee shall notify the Credit Enhancer, if any, that has provided Credit Enhancement applicable to such Bonds. Any purchases shall be settled on such dates as the Corporation and the Trustee mutually agree will permit the Trustee to proceed with the payment of interest on any Bonds remaining Outstanding after such purchase on the applicable Interest Payment Date or with the redemption of any Bonds remaining Outstanding after such purchase on the applicable redemption date. The price paid by the Trustee for any Bond (excluding accrued interest on such Bonds, but including any brokerage and other charges) purchased pursuant to this paragraph shall not exceed the Redemption Price thereof. The Trustee will also pay from the Revenue Account accrued interest on any such Bond. Subject to the above limitations, the Trustee shall, at the written direction of the Corporation, purchase Bonds at such times, for such prices, in such amounts, and in such manner (whether after advertisement for tenders or otherwise) as the Corporation may determine and as may be possible with the amount of money available in the Revenue Account.

On the day following the payment of principal or interest with respect to the Bonds, the Trustee shall make transfers and payments from amounts remaining in the Revenue Account in

the manner directed in writing by the Corporation or as provided in a supplemental indenture authorizing the issuance of a Series of Bonds.

Rebate Account (Section 504)

The Rebate Account is not pledged to secure the payment of principal or Redemption Price, if any, of or any interest on the Bonds.

The Corporation shall determine the Rebate Amount in accordance with the Code. If the Corporation determines that a Rebate Amount is required to be paid, the Corporation shall deposit such amount in the Rebate Account with written instructions to the Trustee to pay such amount to the federal government. The Trustee shall make such payment in accordance with such written instructions.

If the amount in the Rebate Account exceeds the Rebate Amount, the Corporation may direct the Trustee in writing to withdraw such excess amount and deliver it to the Corporation, and, upon receipt of such written direction, the Trustee shall so withdraw and deliver such excess amounts free and clear of the lien of the Indenture.

Payment of Redeemed Bonds (Section 606)

Notice having been given by mailing in the manner provided in the Indenture, the Bonds or portion thereof so called for redemption will become due and payable on the Redemption Date so designated at the Redemption Price, plus interest accrued and unpaid to the Redemption Date. If there shall be drawn for redemption less than the entire principal amount of a Bond, the Corporation shall execute and the Trustee shall authenticate and deliver, upon the surrender of such Bond, without charge to the owner thereof, for the unredeemed balance of the principal amount of the Bond so surrendered Bonds of like Series, interest rate and maturity in any of the Authorized Denominations. If, on the Redemption Date, moneys for the redemption of all the Bonds or portions thereof of any like Series and maturity to be redeemed, together with interest to the Redemption Date, are held by the Trustee so as to be available therefor on said date and if notice of redemption shall have been given as aforesaid, then, from and after the Redemption Date interest on the Bonds or portions thereof of such Series and maturities so called for redemption shall cease to accrue and become payable. If said moneys are not so available on the Redemption Date, such Bonds or portions thereof shall continue to bear interest until paid at the same rate as they would have borne had they not been called for redemption.

Payment of Bonds (Section 701)

The Corporation shall duly and punctually pay or cause to be paid the principal or Redemption Price, if any, of and the interest on every Bond at the dates and places and in the manner stated in the Bonds and in the Indenture according to the true intent and meaning thereof and will duly and punctually pay or cause to be paid all Sinking Fund Payments, if any, becoming payable with respect to any of the Bonds.

Power to Issue Bonds and Pledge Revenues and Other Property (Section 704)

The Corporation is duly authorized by law to authorize and issue the Bonds and to enter into, execute and deliver the Indenture and to pledge the assets and revenues purported to be pledged by the Indenture in the manner and to the extent provided in the Indenture. Except as provided in the Indenture and in the supplemental indentures authorizing the issuance of any Series of Bonds, the assets and revenues so pledged are and will be free and clear of any pledge, lien, charge or encumbrance thereon, or with respect thereto prior to, or of equal rank with, the pledge created by the Indenture, and all corporate or other action on the part of the Corporation to that end has been or will be duly and validly taken. The Bonds and the provisions of the Indenture are and will be the valid and legally enforceable obligations of the Corporation in accordance with their terms and the terms of the Indenture. The Corporation directs that the Trustee shall at all times, to the extent permitted by law, defend, preserve and protect the pledge of the revenues and other assets, including rights therein pledged under the Indenture and in the supplemental indentures and all the rights of the Bondholders under the Indenture against all claims and demands of all persons whomsoever, and the Corporation shall cooperate in all such matters.

Tax Covenants (Section 706)

With respect to Bonds, the interest on which was, at the time of initial issuance of the Bonds, intended to be excluded from gross income for federal income tax purposes, the Corporation shall not knowingly take or cause any action to be taken which will adversely affect such exclusion. The Corporation shall at all times do and perform all acts and things permitted by law and necessary or desirable in order to assure that interest paid on such Bonds will, for the purposes of federal income taxation, be excludable from the gross income of the recipients thereof and exempt from such taxation pursuant to the provisions of Section 103 of the Code, and the Regulations promulgated thereunder.

The Corporation shall not knowingly permit at any time or times any of the proceeds of such Bonds described in the immediately preceding paragraph or any other funds of the Corporation to be used directly or indirectly to acquire any securities or obligations, the acquisition of which would cause any such Bond to be an “arbitrage bond” as defined in Section 148 of the Code.

Accounts and Reports (Section 707)

The Corporation shall keep, or cause to be kept, proper books and reports in which complete and accurate entries will be made of all transactions relating to any programs for which Bonds are issued and all Accounts established by the Indenture, which books and reports and accountings shall at all reasonable times be subject to inspection by the Trustee, each Credit Enhancer and the holders of an aggregate of not less than 5% in principal amount of Bonds then Outstanding or their representatives duly authorized in writing.

The Trustee shall advise the Corporation, in writing, on or before the 20th day of each calendar month, of the details of all deposits and Investment Securities held for the credit of each Fund and Account in its custody under the provisions of the Indenture as of the end of the

preceding month. The Trustee shall also maintain, at the expense of the Corporation, an electronic access system which the Corporation may use to access the balances and respective investment holdings of each fund or account on a daily basis.

Supplemental Indentures (Sections 801, 802 and 803)

For any one or more of the following purposes and at any time or from time to time, a supplemental indenture may be entered into by and between the Corporation and the Trustee: (a) to provide for the issuance of a Series of Bonds and to fix or modify the terms of the Indenture with respect to a Series of Bonds or the creation of a Subseries of Bonds; (b) to add to the covenants and agreements of the Corporation in the Indenture other covenants and agreements to be observed by the Corporation which are not contrary to or inconsistent with the Indenture as theretofore in effect; (c) to add to the limitations and restrictions in the Indenture other limitations and restrictions to be observed by the Corporation which are not contrary to or inconsistent with the Indenture as theretofore in effect; (d) to surrender any right, power or privilege reserved to or conferred upon the Corporation by the terms of the Indenture, but only if the surrender of such right, power or privilege is not contrary to or inconsistent with the covenants and agreements of the Corporation contained in the Indenture; (e) to confirm, as further assurance, any pledge under, and the subjection to any lien or pledge created or to be created by, the Indenture of any revenues or assets; (f) to modify the Indenture in any respect if:

(i) (A) such modification shall be, and be expressed to be, effective only with respect to Bonds issued after the date of the adoption of such supplemental indenture and (B) such supplemental indenture shall be specifically referred to in the text of all Bonds authenticated and delivered after the date of the adoption of such supplemental indenture and of Bonds issued in exchange therefor or in place thereof, or

(ii) such change affects only Bonds which are subject to mandatory tender for purchase and such change is effective as of a date for such mandatory tender; or

(g) to provide for such terms as may be necessary to obtain or maintain the ratings on the Bonds or to provide for Credit Enhancement or other additional security for any Bonds.

At any time or from time to time a supplemental indenture may be entered into, which, upon a finding recited therein by the Corporation and the Trustee (which will be based on reliance on a Bond Counsel's Opinion) that there is no material adverse effect on the Bondholders, shall be fully effective in accordance with its terms:

(a) to cure any ambiguity, supply any omission, or cure or correct any defect or inconsistent provision in the Indenture;

(b) to insert such provisions clarifying matters or questions arising under the Indenture as are necessary or desirable and are not contrary to or inconsistent with the Indenture as theretofore in effect;

(c) to provide additional duties of the Trustee; or

(d) to make any other changes not materially adverse to the interests of the Bondholders.

At any time or from time to time, a supplemental indenture may be entered into subject to consent by Bondholders in accordance with and subject to the provisions of the Indenture, which supplemental indenture, upon compliance with the provisions of the Indenture, shall become fully effective in accordance with its terms as provided in the Indenture.

Amendment (Sections 902 and 903)

Any modification of or amendment to the Indenture and of the rights and obligations of the Corporation and of the holders of the Bonds may be made by a supplemental indenture with the written consent given as provided in the Indenture of the holders of at least 60% in principal amount of the Bonds Outstanding at the time such consent is given and in case less than all of the several Series of Bonds then Outstanding are affected by the modification or amendment, of the holders of at least 60% in principal amount of the Bonds of each Series so affected and Outstanding at the time such consent is given. If any such modification or amendment will not take effect so long as any Bonds of any specified maturity remain Outstanding, however, the consent of the holders of such Bonds shall not be required and any such Bonds shall not be deemed to be Outstanding for the purpose of any calculation of Outstanding Bonds under this paragraph. No such modification or amendment shall permit a change in the terms of redemption or maturity of the principal of any Outstanding Bond or of any installment of interest thereon or a reduction in the principal amount of the Redemption Price thereof or in the rate of interest thereon without the consent of the holder of such Bond, or shall reduce the percentages or otherwise affect the classes of Bonds, the consent of the holders of which is required to effect any such modification or amendment, or shall change or modify its written assent thereto. For the purposes of this paragraph, a Series shall be deemed to be affected by a modification or amendment of the Indenture if the same adversely affects or diminishes the rights of the holders of Bonds of such Series. The Trustee may in its sole discretion determine whether or not in accordance with the foregoing powers of amendment Bonds of any particular Series or maturity would be affected by any modification or amendment of the Indenture and any such determination shall be binding and conclusive on the Corporation and all holders of Bonds.

Such supplemental indenture shall not be effective unless and until (a) there shall have been filed with the Trustee (i) the written consents of holders of the percentages of Outstanding Bonds specified in the immediately preceding paragraph and (ii) a Bond Counsel's Opinion stating that such supplemental indenture has been duly and lawfully entered into by the Corporation and the Trustee in accordance with the provisions of the Indenture, is authorized or permitted thereby and is valid and binding upon the Corporation and enforceable in accordance with its terms and (b) notice shall have been mailed to Bondholders as provided in the Indenture.

Modifications by Unanimous Consent (Section 904)

The terms and provisions of the Indenture and the rights and obligations of the Corporation and of the holders of the Bonds may be modified or amended in any respect upon the entering into and filing by the Corporation of a supplemental indenture and the consent of the holders of all the Bonds then Outstanding, such consent to be given as provided in the Indenture,

except that no notice of any such modification or amendment to Bondholders is required; but no such modification or amendment may change or modify any of the rights or obligations of the Trustee without the filing with the Trustee of the written assent thereto of the Trustee in addition to the consent of the Bondholders.

Events of Default (Section 1001)

Each of the following is declared an “Event of Default”: (a) the Corporation defaults in the payment of the principal of or Redemption Price, if any, on any Bond when and as the same shall become due, whether at maturity or upon call for redemption or otherwise; (b) payment of any installment of interest on any of the Bonds is not made when and as the same becomes due; (c) the Corporation fails or refuses to comply with any of the provisions of the Indenture, or defaults in the performance or observance of any of the covenants, agreements or conditions on its part contained in the Indenture or in any supplemental indenture or in the Bonds, and such failure, refusal or default continues for a period of 45 days after written notice thereof given to the Corporation by the Trustee or the holders of not less than 25% in principal amount of the Outstanding Bonds; or (d) any event designated an Event of Default by a supplemental indenture has occurred and remains uncured.

Remedies (Section 1002)

Upon the happening and continuance of an Event of Default described in clauses (a) or (b) under “Summary of Certain Provisions of the Indenture — Events of Default,” the Trustee shall proceed to protect and enforce its rights and the rights of the Bondholders by such of the remedies described herein as the Trustee, being advised by counsel, deems most effectual to protect and enforce such rights. Upon the happening and continuance of any Event of Default described in clauses (c) or (d) under “Summary of Certain Provisions of the Indenture — Events of Default,” the Trustee may proceed to enforce such rights and, upon the written request of the holders of not less than 25% in principal amount of the Outstanding Bonds, shall proceed to enforce such rights in its own name, subject to the provisions of the Indenture. The remedies available to the Trustee under the Indenture are: (a) by mandamus or other suit, action or proceeding at law or in equity, to enforce all rights of the Bondholders or the Trustee, including the right to require the Corporation to receive and collect the revenues and assets adequate to carry out the covenants and agreements as to, and the pledge of, such revenues and assets and to require the Corporation to carry out any other covenants or agreements with Bondholders and to perform its duties under the Act; (b) by bringing suit upon the Bonds; (c) by action or suit in equity, to require the Corporation to account as if it were the trustee of an express trust for the holders of the Bonds; (d) by action or suit in equity to enjoin any acts or things which may be unlawful or in violation of the rights of the holders of the Bonds; or (e) by declaring all Bonds due and payable, and if all defaults are cured, then, with the written consent of the holders of not less than 25% in principal amount of the Outstanding Bonds, by annulling such declaration and its consequences; provided, however, that no such declaration with respect to Bonds secured by Credit Enhancement may be annulled, regardless of any consent of Bondholders, unless and until the Credit Enhancer has verified to the Trustee in writing that the Credit Enhancement is in effect with respect to such Bonds to the same extent that it would have been in effect had the declaration not been made.

In the enforcement of any rights and remedies under the Indenture, the Trustee shall be entitled to sue for, enforce payment of and receive any and all amounts then or during any default becoming due, and at any time remaining due and unpaid for principal, Redemption Price, interest or otherwise, under any provisions of the Indenture or a supplemental indenture or of the Bonds, with interest on overdue payments at the rate of interest specified in such Bonds, together with any and all costs and expenses of collection and of all proceedings thereunder and under such Bonds, without prejudice to any other right or remedy of the Trustee or of the Bondholders, and to recover and enforce a judgment or decree for any portion of such amounts remaining unpaid, with interest, costs and expenses (including without limitation pre-trial, trial and appellate attorney fees), and to collect from any assets pledged under the Indenture, in any manner provided by law, the moneys adjudged or decreed to be payable.

Upon the occurrence of any Event of Default, and upon the filing of a suit or other commencement of judicial proceedings to enforce the rights of the Bondholders under the Indenture, the Trustee shall be entitled, as a matter of right, to the appointment of a receiver or receivers of the revenues and of the assets pledged under the Indenture, pending such proceedings, with such powers as the court making such appointment shall confer.

A supplemental indenture may contain provisions granting to any Credit Enhancer the power to control the enforcement of remedies described under this heading “Summary of Certain Provisions of the Indenture — Remedies” with respect to the Series of Bonds to which the Credit Enhancement provided by the Credit Enhancer applies.

Priority of Payments after Default (Section 1003)

In the event that upon the happening and continuance of any Event of Default the funds held by the Trustee shall be insufficient for the payment of principal or Redemption Price, if any, and interest then due on the Bonds, such funds (other than funds held for the payment or redemption of particular Bonds which have theretofore become due at maturity or by call for redemption) and any other amounts received or collected by the Trustee acting pursuant to the Act and the Indenture, after making provision for the payment of any expenses necessary in the opinion of the Trustee to protect the interest of the holders of the Bonds and for the payment of the charges and expenses and liabilities incurred and advances made by the Trustee, including those of its attorneys, in the performance of its duties under the Indenture shall be applied as follows:

(i) Unless the principal of all of the Bonds shall have become or have been declared due and payable:

First, to the payment to the persons entitled thereto of all installments of interest then due in the order of the maturity of such installments, and, if the amount available is not sufficient to pay in full any installment, then to the payment thereof ratably, according to the amounts due on such installments, to the persons entitled thereto, without any discrimination or preference; and

Second, to the payment to the persons entitled thereto of the unpaid principal or Redemption Price of any Bonds which shall have become due, whether at maturity or by call for redemption, in the order of their due dates and, if the amounts available shall not be sufficient to

pay in full all of the Bonds due on any date, then to the payment thereof ratably, according to the amounts of principal or Redemption Price, if any, due on such date, to the persons entitled thereto, without any discrimination or preference.

(ii) If the principal of all of the Bonds shall have become or shall have been declared due and payable, to the payment of the principal and interest then due and unpaid upon the Bonds without preference or priority of principal over interest, or of interest over principal, or of any installment of interest over any other installment of interest, or of any Bond over any other Bond, ratably, according to the amounts due respectively for principal and interest, to the persons entitled thereto without any discrimination or preference except as to any difference in the respective rates of interest specified in the Bonds.

Whenever moneys are to be applied by the Trustee pursuant to the above-described provisions, such moneys shall be applied by the Trustee at such times, and from time to time, as the Trustee in its sole discretion shall determine, and the Trustee shall incur no liability whatsoever to the Corporation, to any Bondholder or to any other person for any delay in applying any such moneys, so long as the Trustee acts with reasonable diligence, having due regard for the circumstances, and ultimately applies the same in accordance with such provisions of the Indenture as may be applicable at the time of application by the Trustee.

Bondholders' Direction of Proceedings (Section 1005)

Anything in the Indenture to the contrary notwithstanding, the holders of the majority in principal amount of the Bonds then Outstanding shall have the right, by an instrument or concurrent instruments in writing executed and delivered to the Trustee, to direct the method of conducting all remedial proceedings to be taken by the Trustee under the Indenture, provided that such direction shall not be otherwise than in accordance with law or the provisions of the Indenture, and that the Trustee shall have the right to decline to follow any such direction which in the opinion of the Trustee would be unjustly prejudicial to Bondholders not parties to such direction.

Limitation on Rights of Bondholders (Section 1006)

No holder of any Bond will have any right to institute any suit, action, mandamus or other proceeding in equity or at law under the Indenture, or for the protection or enforcement of any right under the Indenture unless such holder has given to the Trustee written notice of the Event of Default or breach of duty on account of which such suit, action or proceeding is to be taken, and unless the holders of not less than 25% in principal amount of the Bonds then Outstanding shall have made written request of the Trustee after the right to exercise such powers or right of action, as the case may be, shall have occurred, and shall have afforded the Trustee a reasonable opportunity either to proceed to exercise the powers granted by the Indenture or granted under the law or to institute such action, suit or proceeding in its name and unless, also, there shall have been offered to the Trustee reasonable security and indemnity against the costs, expenses and liabilities to be incurred therein or thereby, and the Trustee shall have refused or neglected to comply with such request within a reasonable time; and such notification, request and offer of indemnity are declared in every such case, at the option of the

Trustee, to be conditions precedent to the execution of the powers under the Indenture or for any other remedy under the Indenture or by law. It is understood and intended that no one or more holders of the Bonds shall have any right in any manner whatsoever by his or their action to affect, disturb or prejudice the security of the Indenture, or to enforce any right under the Indenture or under law with respect to the Bonds or the Indenture, except in the manner provided in the Indenture, and that all proceedings at law or in equity will be instituted, and maintained in the manner provided in the Indenture and for the benefit of all holders of the Outstanding Bonds. Nothing contained in the Indenture shall affect or impair the right of any Bondholder to enforce the payment of the principal of and interest on, or Redemption Price, if any, of his or her Bonds, or the obligation of the Corporation to pay the principal of and interest on, or Redemption Price, if any, of each Bond issued under the Indenture to the holder thereof at the time and place specified in said Bond.

Notwithstanding anything to the contrary contained in the Indenture, each holder of any Bond by his acceptance thereof shall be deemed to have agreed that any court in its discretion may require, in any suit for the enforcement of any right or remedy under the Indenture or any supplemental indenture, or in any suit against the Trustee for any action taken or omitted by it as Trustee, the filing by any party litigant in such suit of any undertaking to pay the reasonable costs of such suit, and that such court may in its discretion assess reasonable costs, including reasonable attorneys' fees, against any party litigant in any such suit, having due regard to the merits and good faith of the claims or defenses made by such party litigant; but the provisions described in this paragraph shall not apply to any suit instituted by the Trustee, to any suit instituted by any Bondholder, or group of Bondholders, holding at least 25% in principal amount of the Bonds Outstanding, or to any suit instituted by any Bondholder for the enforcement of the payment of the principal of or interest on any Bond on or after the respective due date thereof expressed in such Bond.

Trustee (Article XI)

Except during the existence of an Event of Default, the Corporation shall remove the Trustee, on thirty (30) days' notice, if requested by an instrument or concurrent instruments in writing, filed with the Trustee and the Corporation and signed by the holders of a majority in principal amount of the Bonds then Outstanding or their attorney-in-fact duly authorized, excluding any Bonds held by or for the account of the Corporation. Except during the existence of an Event of Default, the Corporation may remove the Trustee at any time for any such cause as determined in the sole discretion of the Corporation. Any successor to the Trustee must be a trust company or a bank having the powers of a trust company and having a capital, surplus and undivided profits aggregating at least \$25 million. The Corporation is required to pay to the Trustee from time to time, reasonable compensation for all services rendered under the Indenture and also all reasonable expenses, charges, counsel fees and other disbursements, including those of their attorneys, agents and employees, incurred in the performance of their powers and duties under the Indenture.

Defeasance (Section 1201)

If the Corporation shall pay or cause to be paid to the holders of the Bonds the principal and interest and Redemption Price, if any, to become due thereon, at the times and in the manner

stipulated therein and in the Indenture, then the pledge of any revenues and other moneys, securities, funds and property pledged by the Indenture and all other rights granted by the Indenture with respect to such Bonds shall be discharged and satisfied. In such event, the Trustee shall, upon the request of the Corporation, execute and deliver to the Corporation all such instruments as may be desirable to evidence such discharge and satisfaction and the Trustee shall pay over or deliver to the Corporation all moneys or securities held by the Trustee pursuant to the Indenture which are not required for the payment or redemption of Bonds not theretofore surrendered for such payment or redemption. If the Corporation shall pay or cause to be paid, or there shall otherwise be paid, to the holders of all Outstanding Bonds of a particular Series the principal or Redemption Price, if applicable, and interest due or to become due thereon, at the times and in the manner stipulated therein and in the Indenture, such Bonds shall cease to be entitled to any lien, benefit or security under the Indenture and all covenants, agreements and obligations of the Corporation to the holders of such Bonds shall thereupon cease, terminate and become void and be discharged and satisfied.

Bonds shall, prior to the maturity or Redemption Date thereof, be deemed to have been paid with the effect expressed in the immediately preceding paragraph if (i) in case any of said Bonds are to be redeemed on any date prior to their maturity, the Corporation shall have given to the Trustee in form satisfactory to it irrevocable instructions to provide notice of redemption on said date of such Bonds, (ii) there shall have been deposited with the Trustee either moneys in an amount which shall be sufficient, or Government Obligations the principal of and the interest on which when due will provide moneys in an amount which, together with the moneys, if any, deposited with the Trustee at the same time, shall be sufficient, in the opinion of an Accountant, to pay when due the principal or Redemption Price, if any, of and interest due and to become due on said Bonds on and prior to the Redemption Date or maturity date thereof as the case may be, and (iii) in the event said Bonds do not mature and are not by their terms subject to redemption within the next succeeding 60 days, the Corporation shall have given the Trustee in form satisfactory to it irrevocable instructions to mail, as soon as practicable, a notice to the holders of such Bonds that the deposit required by (ii) above of this paragraph has been made with the Trustee and that said Bonds are deemed to have been paid in accordance with the Indenture and stating such maturity or Redemption Date upon which moneys are to be available for the payment of the principal or Redemption Price, if any, on said Bonds. Neither Government Obligations nor moneys deposited with the Trustee nor principal or interest payments on any such Government Obligations shall be withdrawn or used for any purpose other than, and shall be held in trust for, the payment of the principal or Redemption Price, if any, of and interest on said Bonds; but any cash received from such principal or interest payments on such Government Obligations deposited with the Trustee, if not then needed for such purpose, shall, to the extent practicable, be reinvested in Government Obligations maturing at times and in amounts sufficient to pay when due the principal or Redemption Price, if any, and interest to become due on said Bonds on and prior to such Redemption Date or maturity date thereof, as the case may be, and interest earned from such reinvestments shall be paid over to the Corporation, as received by the Trustee, free and clear of any trust, lien or pledge. There shall also be delivered to the Trustee in connection with the deposit of moneys or Government Obligations a Bond Counsel's Opinion that, with respect to Bonds the interest on which was intended at the time of their initial issuance to be excluded from gross income for federal income tax purposes, the deposit of moneys does not adversely affect the exclusion of interest on the Bonds from gross income for federal income tax purposes and such deposit has been made in compliance with the Indenture.

Anything in the Indenture to the contrary notwithstanding, any moneys held by the Trustee in trust for the payment and discharge of any of the Bonds which remain unclaimed for two years after the date when all of the Bonds have become due and payable, either at their stated maturity dates or by call for earlier redemption, if such moneys were held by the Trustee at such date, or for two years after the date of deposit of such moneys if deposited with the Trustee after the said date when all of the Bonds became due and payable, shall, at the written request of the Corporation, be repaid by the Trustee to the Corporation, as its absolute property and free from trust, and the Trustee shall thereupon be released and discharged.

TAX MATTERS

Opinion of Bond Counsel

In the opinion of Bond Counsel, to be delivered on the date of issuance of the Offered Bonds, assuming compliance with certain covenants which are designed to meet the requirements of the Code, under existing laws, regulations, rulings and judicial decisions, interest on the Offered Bonds (including any original issue discount properly allocable to the owner of an Offered Bond) (i) is *excludable* from gross income for federal income tax purposes and (ii) is *not* a specific preference item for purposes of the alternative minimum tax imposed on individuals. Interest on the Offered Bonds may affect the federal alternative minimum tax imposed on certain corporations.

In the opinion of Bond Counsel, interest on the Offered Bonds is free from taxation by the State under existing law (*except* that no opinion is expressed as to such exemption from State estate and inheritance taxes and taxes of transfers by or in anticipation of death).

Compliance

The Code imposes various restrictions, conditions and requirements relating to the exclusion from gross income for federal income tax purposes of interest on obligations such as the Offered Bonds, including compliance with restrictions on the yield of investments and periodic rebate payments to the federal government. The Tax Certificate as to Arbitrage and the Provisions of Sections 103 and 141-150 of the Internal Revenue Code of 1986 of the Corporation, which will be delivered concurrently with the delivery of the Offered Bonds, will contain provisions and procedures relating to compliance with such requirements of the Code. The Corporation also has covenanted in the Indenture to do and perform all acts and things permitted by law and necessary or desirable to assure that interest paid on the Offered Bonds shall not be included in gross income for federal income tax purposes. Failure to comply with these covenants may result in interest on the Offered Bonds being included in gross income for federal income tax purposes from the date of issuance of the Offered Bonds. The opinion of Bond Counsel assumes the Corporation is in compliance with these covenants. Bond Counsel is not aware of any reason why the Corporation cannot or will not be in compliance with such covenants. *However*, Bond Counsel has not undertaken to determine (or to inform any person) whether any actions taken (or not taken) or events occurring (or not occurring) after the date of issuance of the Offered Bonds may affect the tax status of interest on the Offered Bonds.

Original Issue Discount

Offered Bonds sold at an initial public offering price that is less than the stated amount to be paid at maturity constitute “Discount Bonds.” The difference between the initial public offering prices of any such Discount Bond and the stated amount to be paid at maturity constitutes original issue discount treated as interest which is excluded from gross income for federal income tax purposes to the same extent as interest on such Offered Bond.

The amount of original issue discount which is treated as having accrued with respect to such Discount Bond is added to the cost basis of the owner in determining, for federal income tax purposes, gain or loss upon disposition of such Discount Bond (including its sale, redemption or payment at maturity). Amounts received upon disposition of such Discount Bond which are attributable to accrued original issue discount will be treated as tax-exempt interest, rather than as taxable gain, for federal income tax purposes.

Original issue discount is treated as compounding semiannually, at a rate determined by reference to the yield to maturity of each individual Discount Bond, on days that are determined by reference to the maturity date of such Discount Bond. The amount treated as original issue discount on such Discount Bond for a particular semiannual accrual period is equal to the product of (i) the yield to maturity for such Discount Bond (determined by compounding at the close of each accrual period) and (ii) the amount which would have been the tax basis of such Discount Bond at the beginning of the particular accrual period if held by the original purchaser, less the amount of any interest payable for such Discount Bond during the accrual period. The tax basis is determined by adding to the initial public offering price on such Discount Bond the sum of the amounts that have been treated as original issue discount for such purposes during all prior periods. If such Discount Bond is sold between semiannual compounding dates, original issue discount which would have been accrued for that semiannual compounding period for federal income tax purposes is to be apportioned in equal amounts among the days in such compounding period.

Owners of Discount Bonds should consult their tax advisors with respect to the determination and treatment of original issue discount accrued as of any date and with respect to the state and local tax consequences of owning a Discount Bond.

Original Issue Premium

Offered Bonds sold at an initial public offering price that is greater than the stated amount to be paid at maturity constitute “Premium Bonds.” An amount equal to the excess of the issue price of a Premium Bond over its stated redemption price at maturity constitutes premium on such Premium Bond. An initial purchaser of a Premium Bond must amortize any premium over such Premium Bond’s term using constant yield principles, based on the purchaser’s yield to maturity (or, in the case of Premium Bonds callable prior to their maturity, by amortizing the premium to the call date, based on the purchaser’s yield to the call date and giving effect to any call premium). As premium is amortized, the purchaser’s basis in such Premium Bond is reduced by a corresponding amount resulting in an increase in the gain (or decrease in the loss) to be recognized for federal income tax purposes upon a sale or disposition of such Premium Bond prior to its maturity. Even though the purchaser’s basis may be reduced,

no federal income tax deduction is allowed. Purchasers of Premium Bonds should consult with their tax advisors with respect to the determination and treatment of amortizable premium for federal income tax purposes and with respect to the state and local tax consequences of owning a Premium Bond.

Certain Additional Federal Tax Consequences

The foregoing is a brief discussion of certain federal and state income tax matters with respect to the Offered Bonds under existing statutes. It does not purport to deal with all aspects of federal or state taxation that may be relevant to a particular owner of Offered Bonds. Prospective investors, particularly those who may be subject to special rules, are advised to consult their own tax advisors regarding the federal, state and local tax consequences of owning and disposing of the Offered Bonds.

Although Bond Counsel will render an opinion that interest on the Offered Bonds will be *excludable* from gross income for federal income tax purposes, the accrual or receipt of interest on the Offered Bonds may otherwise affect the federal income tax liability of the recipient. The extent of these other tax consequences will depend upon the recipient's particular tax status or other items of income or deduction. Bond Counsel expresses no opinion regarding any such consequences. Purchasers of the Offered Bonds, particularly purchasers that are corporations (including S corporations, foreign corporations operating branches in the United States of America, and certain corporations subject to the alternative minimum tax imposed on corporations), property or casualty insurance companies, banks, thrifts or other financial institutions or recipients of Social Security or Railroad Retirement benefits, taxpayers otherwise entitled to claim the earned income credit and taxpayers who may be deemed to have incurred (or continued) indebtedness to purchase or carry tax-exempt obligations, are advised to consult their tax advisors as to the tax consequences of purchasing, holding or selling the Offered Bonds.

Backup Withholding

An owner of an Offered Bond may be subject to backup withholding at the applicable rate determined by statute with respect to interest paid with respect to the Offered Bonds if such owner fails to provide to any person required to collect such information pursuant to Section 6049 of the Code with such owner's taxpayer identification number, furnishes an incorrect taxpayer identification number, fails to report interest, dividends or other "reportable payments" (as defined in the Code) properly, or, under certain circumstances, fails to provide such persons with a certified statement, under penalty of perjury, that such owner is not subject to backup withholding.

Changes in Federal and State Tax Law

From time to time, there are legislative proposals in the Congress and in the states that, if enacted, could alter or amend the federal and state tax matters referred to above or adversely affect the market value of the Offered Bonds. It cannot be predicted whether or in what form any such proposal might be enacted or whether if enacted it would apply to bonds issued prior to enactment. In addition, regulatory actions are from time to time announced or proposed and litigation is threatened or commenced which, if implemented or concluded in a particular

manner, could adversely affect the market value of the Offered Bonds. It cannot be predicted whether any such regulatory action will be implemented, how any particular litigation or judicial action will be resolved, or whether the Offered Bonds or the market value thereof would be impacted thereby. Purchasers of the Offered Bonds should consult their tax advisors regarding any pending or proposed legislation, regulatory initiatives or litigation. The opinions expressed by Bond Counsel are based upon existing legislation and regulations as interpreted by relevant judicial and regulatory authorities as of the date of issuance and delivery of the Offered Bonds, and Bond Counsel has expressed no opinion as of any date subsequent thereto or with respect to any pending legislation, regulatory initiatives or litigation.

PROSPECTIVE PURCHASERS OF THE OFFERED BONDS ARE ADVISED TO CONSULT THEIR OWN TAX ADVISORS PRIOR TO ANY PURCHASE OF THE OFFERED BONDS AS TO THE IMPACT OF THE CODE UPON THEIR ACQUISITION, HOLDING OR DISPOSITION OF THE OFFERED BONDS.

CONTINUING DISCLOSURE UNDER SEC RULE 15c2-12

In order to assist the Underwriters in complying with Rule 15c2-12(b)(5) adopted by the Securities and Exchange Commission under the Securities Exchange Act of 1934 (the “Rule”), the Corporation will execute and deliver a Continuing Disclosure Certificate with respect to the Offered Bonds. The Corporation will undertake to provide the Municipal Securities Rulemaking Board (the “MSRB”), on an annual basis on or before 180 days after the end of each fiscal year for the Corporation, commencing with the fiscal year ending June 30, 2025, the financial and operating data concerning the Corporation outlined in the Continuing Disclosure Certificate. In addition, the Corporation will undertake, for the benefit of the registered owners and beneficial owners of the Offered Bonds, to provide to the MSRB, the notices described in the Continuing Disclosure Certificate by the times set forth therein.

The sole and exclusive remedy for breach or default under the Continuing Disclosure Certificate is an action to compel specific performance of the undertakings of the Corporation, and no person, including a registered owner or beneficial owner of the Offered Bonds, may recover monetary damages thereunder under any circumstances. A breach or default under the Continuing Disclosure Certificate shall not constitute an Event of Default under the Indenture. In addition, if all or any part of the Rule ceases to be in effect for any reason, then the information required to be provided under the Continuing Disclosure Certificate, insofar as the provision of the Rule no longer in effect required the provision of such information, shall no longer be required to be provided.

The specific nature of the information to be provided is summarized in Appendix C — “Form of Continuing Disclosure Certificate.”

RATINGS OF THE OFFERED BONDS

S&P has assigned the Offered Bonds a rating of “AA+” and Moody’s has assigned the Offered Bonds a rating of “Aa1”. The Corporation has furnished to each rating agency certain information and materials with respect to the Offered Bonds. Generally, rating agencies base their ratings on such information and materials, and on investigations, studies and assumptions

made by the rating agencies. The obligation of the Underwriters to purchase the Offered Bonds is conditioned on the assignment by S&P and Moody's of the respective aforementioned ratings to the Offered Bonds. Each rating reflects only the view of the applicable rating agency at the time such rating was issued and an explanation of the significance of such rating may be obtained from the rating agency. There is no assurance that any such rating will continue for any given period of time or that any such ratings will not be revised downward or withdrawn entirely by the applicable rating agency if, in its judgment, circumstances so warrant. Any downward revision or withdrawal of any such rating can be expected to have an adverse effect on the market price of the Offered Bonds.

FINANCIAL STATEMENTS

The unaudited financial statements of the Corporation as of and for the nine months ended March 31, 2025, included in Appendix A to this Official Statement, appear without review or audit by an independent accountant.

The Corporation's financial statements as of and for the year ended June 30, 2024, included in Appendix A to this Official Statement, have been audited by Eide Bailly LLP, independent auditors, as stated in their report appearing herein.

LITIGATION

There is no controversy or litigation of any material nature now pending or threatened to restrain or enjoin the issuance, sale, execution or delivery of the Offered Bonds, or in any way contesting or affecting the validity of the Offered Bonds or any proceedings of the Corporation taken with respect to the issuance or sale thereof, or the pledge or application of any moneys or security provided for the payment of the Offered Bonds or the existence or powers of the Corporation.

LEGAL MATTERS

All legal matters incident to the authorization, sale and delivery of the Offered Bonds and certain federal and state tax matters are subject to the approval of Kutak Rock LLP, Bond Counsel to the Corporation. Certain legal matters will be passed upon for the Underwriters by their counsel, Hawkins Delafield & Wood LLP.

STATE NOT LIABLE ON BONDS

The Bonds do not constitute a debt, liability or obligation of the State or of any political subdivision thereof or a pledge of the faith and credit of the State or of any political subdivision thereof, but are payable solely from the revenue or assets of the Corporation.

LEGALITY FOR INVESTMENT

Subject to any applicable federal requirements or limitations, the Offered Bonds are eligible for investment by all public officers and public bodies of the State and its political subdivisions, and, to the extent controlled by State law, all insurance companies, trust companies, banking associations, investment companies, executors, administrators, trustees and

other fiduciaries may properly and legally invest funds, including capital in their control or belonging to them, in the Offered Bonds.

UNDERWRITING

The Offered Bonds are being purchased by the Underwriters. The Underwriters have jointly and severally agreed to purchase the Offered Bonds at the price of \$_____. The Underwriters will be paid a fee of \$_____ with respect to the Offered Bonds. The Bond Purchase Agreement with respect to the Offered Bonds provides that the Underwriters will purchase all of such Bonds, if any are purchased, the obligation to make such purchase being subject to certain terms and conditions set forth in such Bond Purchase Agreement, the receipt of certain legal opinions, and certain other conditions. The initial public offering prices and yields of the Offered Bonds may be changed from time to time by the Underwriters. The Underwriters may offer and sell the Offered Bonds to certain dealers (including dealers depositing such Bonds into unit investment trusts, certain of which may be sponsored or managed by an Underwriter) and others at prices lower or yields higher than the public offering prices and yields of the Offered Bonds set forth on the inside cover page.

The following paragraph has been provided by the Underwriters:

Each of the Underwriters and its affiliates is a full-service financial institution engaged in various activities, which may include securities trading, commercial and investment banking, financial advisory, investment management, principal investment, hedging, financing and brokerage activities. Each of the Underwriters and its affiliates may have, from time to time, performed and may in the future perform, various investment banking services for the Corporation, for which they may have received or will receive customary fees and expenses. In the ordinary course of their various business activities, each of the Underwriters and its affiliates may make or hold a broad array of investments and actively trade debt and equity securities (or related derivative securities) and financial instruments (which may include bank loans and/or credit default swaps) for their own account and for the accounts of their customers and may at any time hold long and short positions in such securities and instruments. Such investment and securities activities may involve securities and instruments of the Corporation. Each of the Underwriters and its affiliates may hold bonds that the Corporation is refunding through the issuance of the Offered Bonds and as a result may receive proceeds from such refunding.

The following paragraph has been provided by RBC Capital Markets, LLC:

RBC Capital Markets, LLC (RBCCM), an underwriter of the Offered Bonds, has entered into a distribution arrangement with its affiliate City National Securities, Inc. (CNS). As part of this arrangement, RBCCM may distribute municipal securities to investors through the financial advisor network of CNS. As part of this arrangement, RBCCM may compensate CNS for its selling efforts with respect to the Offered Bonds. RBCCM is a subsidiary of the Royal Bank of Canada.

The following paragraph has been provided by BofA Securities, Inc.:

BofA Securities, Inc., an underwriter of the Offered Bonds, has entered into a distribution agreement with its affiliate Merrill Lynch, Pierce, Fenner & Smith Incorporated ("MLPF&S"). As

part of this arrangement, BofA Securities, Inc. may distribute securities to MLPF&S, which may in turn distribute such securities to investors through the financial advisor network of MLPF&S. As part of this arrangement, BofA Securities, Inc. may compensate MLPF&S as a dealer for their selling efforts with respect to the Offered Bonds.

FINANCIAL ADVISOR

Masterson Advisors LLC is employed as Financial Advisor to the Corporation in connection with the issuance of the Offered Bonds. The Financial Advisor's fee for services rendered with respect to the sale of the Offered Bonds is contingent upon the issuance and delivery of the Offered Bonds. Masterson Advisors LLC, in its capacity as Financial Advisor, does not assume any responsibility for the information, covenants and representations contained in any of the legal documents with respect to the federal income tax status of the Offered Bonds, or the possible impact of any present, pending or future actions taken by any legislative or judicial bodies.

The Financial Advisor to the Corporation has provided the following sentence for inclusion in this Official Statement.

The Financial Advisor has reviewed the information in this Official Statement in accordance with, and as part of, its responsibilities to the Corporation and, as applicable, to investors under the federal securities laws as applied to the facts and circumstances of this transaction, but the Financial Advisor does not guarantee the accuracy or completeness of such information.

FORWARD-LOOKING STATEMENTS

The following statements are made as contemplated by the provisions of the Private Securities Litigation Reform Act of 1995: If and when included in this Official Statement, the words "expects," "forecasts," "projects," "intends," "anticipates," "estimates," "assumes" and analogous expressions are intended to identify forward-looking statements and any such statements inherently are subject to a variety of risks and uncertainties that could cause actual results to differ materially from those that have been projected. Such risks and uncertainties include, among others, general economic and business conditions relating to the Corporation and the housing industry in general, changes in political, social and economic conditions, regulatory initiatives and compliance with governmental regulations, litigation and various other events, conditions and circumstances, many of which are beyond the control of the Corporation. These forward-looking statements speak only as of the date of this Official Statement. The Corporation disclaims any obligation or undertaking to release publicly any updates or revisions to any forward-looking statement contained herein to reflect any changes in the Corporation's expectations with regard thereto or any change in events, conditions or circumstances on which any such statement is based.

ADDITIONAL INFORMATION

The summaries and references herein to the Act, the Offered Bonds, the Indenture and other documents and materials are brief outlines of certain provisions contained therein and do not purport to summarize or describe all the provisions thereof. For further information,

reference is hereby made to the Act, the Indenture and such other documents and materials for the complete provisions thereof, copies of which will be furnished by the Corporation upon request. See “The Corporation — General” for the address and telephone number of the Corporation’s main office.

Any statements in this Official Statement involving matters of opinion, whether or not expressly so stated, are intended as such and not as representations of fact. This Official Statement is not to be construed as a contract or agreement between the Corporation and the owner of any Offered Bonds.

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APPENDIX A

FINANCIAL STATEMENTS OF THE CORPORATION

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A Component Unit of the State of Alaska

**Quarterly Unaudited
Financial Statements**

March 31, 2025

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This publication of Alaska Housing Finance Corporation. For comments or questions:

Website: <https://www.ahfc.us/investors/financials-history> or

E-Mail: finance@ahfc.us

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ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF NET POSITION

COMBINED – ALL MAJOR PROGRAMS

As of March 31, 2025

(in thousands of dollars)

	Administrative Fund	Grant Programs	Mortgage and Bond Funds	Other Funds and Programs	Total Programs and Funds
Assets					
Current					
Cash	\$ 31,998	\$ 19,388	\$ 139	\$ 31,077	\$ 82,602
Investments	352,573	-	189,377	1,224	543,174
Lease receivable	-	-	2,796	61	2,857
Accrued interest receivable	2,845	-	12,756	134	15,735
Inter-fund due (to)/from, net	(54,773)	19,554	37,561	(2,228)	114
Mortgage loans, notes and other loans, net	9,909	30	104,900	1,550	116,389
Other assets	2,977	28,216	-	2,883	34,076
Intergovernmental receivable	130	8,743	-	869	9,742
Total current	345,659	75,931	347,529	35,570	804,689
Non current					
Investments	33,424	-	23,045	-	56,469
Lease receivable	-	-	7,362	-	7,362
Inter-fund due (to)/from, net	-	1,423	-	-	1,423
Mortgage loans, notes and other loans, net	276,763	903	3,391,763	50,105	3,719,534
Capital assets - non-depreciable	2,430	1,832	-	16,887	21,149
Capital assets - depreciable, net	9,514	6,174	-	32,765	48,453
Other assets	3,003	245	4,143	20	7,411
OPEB asset	15,848	-	-	-	15,848
Total non current	340,982	10,577	3,426,313	99,777	3,877,649
Total assets	686,641	86,508	3,773,842	135,347	4,682,338
Deferred Outflow Of Resources	6,975	-	43,530	-	50,505
Liabilities					
Current					
Bonds payable	-	-	97,090	-	97,090
Short term debt	7,745	-	-	-	7,745
Accrued interest payable	-	-	35,735	-	35,735
Other liabilities	11,962	65,726	813	1,202	79,703
Intergovernmental payable	-	-	139	-	139
Total current	19,707	65,726	133,777	1,202	220,412
Non current					
Bonds payable	-	-	2,772,630	-	2,772,630
Other liabilities	1,548	238	512	17	2,315
Derivative instrument - interest rate swaps	-	-	29,102	-	29,102
Pension liability	34,162	-	-	-	34,162
Total non current	35,710	238	2,802,244	17	2,838,209
Total liabilities	55,417	65,964	2,936,021	1,219	3,058,621
Deferred Inflow Of Resources	715	-	13,686	49	14,450
Net Position					
Net investment in capital assets	11,944	8,006	-	49,652	69,602
Restricted by bond resolutions	-	-	649,506	-	649,506
Restricted by contractual or statutory agreements	147,113	28,691	-	86,292	262,096
Unrestricted or (deficit)	478,427	(16,153)	218,159	(1,865)	678,568
Total net position	\$ 637,484	\$ 20,544	\$ 867,665	\$ 134,079	\$ 1,659,772

See accompanying notes to the financial statements.

Alaska Corporation for Affordable Housing	Total March 31, 2025
\$ 6,273	\$ 88,875
-	543,174
3,321	6,178
1,108	16,843
(114)	-
-	116,389
4,715	38,791
-	9,742
15,303	819,992
-	56,469
-	7,362
(1,423)	-
22,747	3,742,281
5,560	26,709
-	48,453
1	7,412
-	15,848
26,885	3,904,534
42,188	4,724,526
-	50,505
-	97,090
-	7,745
-	35,735
6	79,709
-	139
6	220,418
-	2,772,630
209	2,524
-	29,102
-	34,162
209	2,838,418
215	3,058,836
3,153	17,603
5,560	75,162
-	649,506
33,310	295,406
(50)	678,518
\$ 38,820	\$ 1,698,592

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION

COMBINED – ALL MAJOR PROGRAMS

For the Year Ended March 31, 2025

(in thousands of dollars)

	Administrative Fund	Grant Programs	Mortgage and Bond Funds	Other Funds and Programs	Total Programs and Funds
Operating Revenues					
Mortgage and loan revenue	\$ 9,690	\$ -	\$ 119,732	\$ 1,208	\$ 130,630
Investment interest	15,006	445	7,402	654	23,507
Net change in the fair value of investments	(286)	-	2,086	-	1,800
Total investment revenue	14,720	445	9,488	654	25,307
Grant revenue	33	83,182	-	4,094	87,309
Housing rental subsidies	-	-	-	10,288	10,288
Rental revenue	8	-	-	9,216	9,224
Gain (loss) on disposal of capital assets	1,388	(13)	-	(976)	399
Other revenue	1,274	597	-	24	1,895
Total operating revenues	27,113	84,211	129,220	24,508	265,052
Operating expenses					
Interest	721	-	73,612	-	74,333
Mortgage and loan costs	3,318	-	8,057	104	11,479
Bond financing expenses	356	-	4,100	-	4,456
Provision for loan loss	(375)	30	3,054	45	2,754
Operations and administration	15,317	12,271	3,534	13,508	44,630
Rental housing operating expenses	-	35	-	11,528	11,563
Grant expense	22	71,610	-	-	71,632
Total operating expenses	19,359	83,946	92,357	25,185	220,847
Operating income (loss)	7,754	265	36,863	(677)	44,205
Non-operating expenses and transfers					
Contributions to State of Alaska or State agencies	(3,192)	-	-	-	(3,192)
Interfund receipts (payments) for operations	(46,629)	16,596	26,918	2,104	(1,011)
Change in net position	(42,067)	16,861	63,781	1,427	40,002
Net position at beginning of year	679,551	3,683	803,884	132,652	1,619,770
Net position at end of period	\$ 637,484	\$ 20,544	\$ 867,665	\$ 134,079	\$ 1,659,772

See accompanying notes to the financial statements.

Alaska Corporation for Affordable Housing	Total March 31, 2025
<u>\$ 431</u>	<u>\$ 131,061</u>
155	23,662
-	1,800
<u>155</u>	<u>25,462</u>
8,000	95,309
-	10,288
52	9,276
-	399
<u>4,623</u>	<u>6,518</u>
<u>13,261</u>	<u>278,313</u>
-	74,333
-	11,479
-	4,456
3,620	6,374
276	44,906
-	11,563
<u>4,622</u>	<u>76,254</u>
<u>8,518</u>	<u>229,365</u>
<u>4,743</u>	<u>48,948</u>
-	(3,192)
<u>1,011</u>	<u>-</u>
<u>5,754</u>	<u>45,756</u>
33,066	1,652,836
<u>\$ 38,820</u>	<u>\$ 1,698,592</u>

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF CASH FLOWS

COMBINED - ALL MAJOR PROGRAMS

For the Nine Months Ended March 31, 2025

(in thousands of dollars)

	Administrative Fund	Grant Programs	Mortgage and Bond Funds	Other Funds and Programs	Total Programs and Funds
Cash Flows					
Operating activities					
Interest income on mortgages and loans	\$ 10,220	\$ -	\$ 107,691	\$ 1,054	\$ 118,965
Principal receipts on mortgages and loans	11,275	-	212,113	3,174	226,562
Disbursements to fund mortgages and loans	(525,489)	-	-	-	(525,489)
Receipts (payments) for interfund loan transfers	443,339	-	(435,739)	(7,600)	-
Mortgage and loan proceeds receipts	355,119	-	-	-	355,119
Mortgage and loan proceeds paid to trust funds	(346,537)	-	-	-	(346,537)
Payroll-related disbursements	(19,164)	(5,370)	-	(8,799)	(33,333)
Payments for goods and services	(44,388)	(3,118)	-	(12,234)	(59,740)
Receipts from externally funded programs	33	46,187	-	14,259	60,479
Receipts from Federal HAP subsidies	-	27,985	-	-	27,985
Payments for Federal HAP subsidies	-	(32,259)	-	-	(32,259)
Interfund receipts (payments)	(26,227)	24,500	-	688	(1,039)
Grant payments to other agencies	(5)	(45,569)	-	-	(45,574)
Other operating cash receipts (payments)	1,561	465	(56)	8,694	10,664
Net cash receipts (disbursements)	(140,263)	12,821	(115,991)	(764)	(244,197)
Non-capital financing activities					
Proceeds from bond issuance	-	-	330,937	-	330,937
Principal paid on bonds	-	-	(67,045)	-	(67,045)
Payment of bond issuance costs	-	-	(1,627)	-	(1,627)
Interest paid on bonds	-	-	(57,612)	-	(57,612)
Proceeds from short-term debt issuance	15,440	-	-	-	15,440
Payment of short term debt	(54,355)	-	-	-	(54,355)
Contributions to State of Alaska or State agencies	(3,192)	-	-	-	(3,192)
Transfers from (to) other funds	100,085	-	(100,085)	-	-
Net cash receipts (disbursements)	57,978	-	104,568	-	162,546
Capital financing activities					
Acquisition of capital assets	(18)	(7,567)	-	(3,613)	(11,198)
Proceeds from the disposal of capital assets	1,400	-	-	12	1,412
Proceeds from direct financing leases	-	-	3,304	-	3,304
Net cash receipts (disbursements)	1,382	(7,567)	-	(3,601)	(6,482)
Investing activities					
Purchase of investments	(2,549,967)	-	(779,895)	(4,250)	(3,334,112)
Proceeds from maturity of investments	2,613,442	-	781,687	7,428	3,402,557
Interest received from investments	14,651	445	6,143	671	21,910
Net cash receipts (disbursements)	78,126	445	7,935	3,849	90,355
Net Increase (decrease) in cash	(2,777)	5,699	(184)	(516)	2,222
Cash at beginning of year	34,775	13,689	323	31,593	80,380
Cash at end of period	\$ 31,998	\$ 19,388	\$ 139	\$ 31,077	\$ 82,602

Alaska Corporation for Affordable Housing	Total March 31, 2025
\$ -	\$ 118,965
-	226,562
-	(525,489)
-	-
-	355,119
-	(346,537)
(169)	(33,502)
(11,565)	(71,305)
-	60,479
-	27,985
-	(32,259)
1,039	-
-	(45,574)
9,517	20,181
(1,178)	(245,375)
-	330,937
-	(67,045)
-	(1,627)
-	(57,612)
-	15,440
-	(54,355)
-	(3,192)
-	-
-	162,546
(938)	(12,136)
-	1,412
-	3,304
(938)	(7,420)
-	(3,334,112)
-	3,402,557
161	22,071
161	90,516
(1,955)	267
8,228	88,608
\$ 6,273	\$ 88,875

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF CASH FLOWS

COMBINED - ALL MAJOR PROGRAMS

For the Nine Months Ended March 31, 2025

(in thousands of dollars)

	Administrative Fund	Grant Programs	Mortgage and Bond Funds	Other Funds and Programs	Total Programs and Funds
Reconciliation					
Operating income (loss) to net cash					
Operating income (loss)	\$ 7,754	\$ 265	\$ 36,863	\$ (677)	\$ 44,205
<i>Adjustments:</i>					
Depreciation expense	803	209	-	3,773	4,785
Provision for loan loss	(375)	30	3,054	45	2,754
Net change in the fair value of investments	286	-	(2,086)	-	(1,800)
Interfund receipts (payments) for operations	(46,629)	16,596	26,918	2,104	(1,011)
Interest received from investments	(14,651)	(445)	(6,143)	(671)	(21,910)
Interest paid on bonds and capital notes	-	-	57,612	-	57,612
<i>Change in assets, liabilities and deferred resources:</i>					
Net (increase) decrease in mortgages and loans	22,417	30	(304,262)	(4,444)	(286,259)
Net increase (decrease) in assets, liabilities, and deferred resources	(109,868)	(3,864)	72,053	(894)	(42,573)
Net operating cash receipts (disbursements)	\$ (140,263)	\$ 12,821	\$ (115,991)	\$ (764)	\$ (244,197)
Non-cash activities					
Deferred outflow of resources - derivatives	\$ -	\$ -	\$ (2,045)	\$ -	\$ (2,045)
Derivative instruments liability	-	-	2,045	-	2,045
Net change of hedge termination	-	-	351	-	351
Deferred outflow debt refunding	-	-	4,169	-	4,169
Total non-cash activities	\$ -	\$ -	\$ 4,520	\$ -	\$ 4,520

See accompanying notes to the financial statements.

Alaska Corporation for Affordable Housing	Total March 31, 2025
\$ 4,743	\$ 48,948
-	4,785
3,620	6,374
-	(1,800)
1,011	-
(161)	(22,071)
-	57,612
(3,023)	(289,282)
(7,368)	(49,941)
\$ (1,178)	\$ (245,375)
\$ -	\$ (2,045)
-	2,045
-	351
-	4,169
\$ -	\$ 4,520

NOTE DISCLOSURES INDEX

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FOR THE NINE MONTHS ENDED MARCH 31, 2025

1 AUTHORIZING LEGISLATION AND FUNDING

The Alaska Housing Finance Corporation (the "Corporation") or ("AHFC"), a public corporation and government instrumentality of the State of Alaska (the "State"), was created in 1971, and substantially modified in 1992, by acts of the Alaska State Legislature (the "Legislature") to assist in the financing, development and sale of dwelling units, operate the State's public housing, offer various home loan programs emphasizing housing for low and moderate-income and rural residents, and administer energy efficiency and weatherization programs within Alaska. The Corporation is a component unit of the State and is discretely presented in the State's financial statements.

Generally, the Corporation accomplishes its mortgage-related objectives by functioning as a secondary market for qualified real estate loans originated by financial institutions. The Corporation is authorized by the Legislature to issue its own bonds, bond anticipation notes and other obligations in such principal amounts as, in the opinion of the Corporation, will be necessary to provide sufficient funds for carrying out its purpose. Certain bonds issued to finance residences for qualified veterans are unconditionally guaranteed by the State. No other obligations constitute a debt of the State.

The non-mortgage related programs of the Corporation are funded through various grant and program agreements with the federal government's departments of Housing and Urban Development ("HUD"), Agriculture ("USDA"), Veterans Affairs ("VA"), Treasury ("DOT"), Energy ("DOE"), and Health and Human Services ("HHS"), funding from the State of Alaska, as well as capital and operating subsidies from the Corporation's own funds.

The Corporation has affiliates incorporated under the Alaska Nonprofit Corporation Act (AS 10.20) and provisions of the Alaska Housing Finance Corporation Act (AS 18.56), as amended. Each affiliate issues annual audited financial statements. Copies may be found at the following links, or please contact AHFC to obtain a copy. The affiliates are as follows:

- Northern Tobacco Securitization Corporation ("NTSC") incorporated on September 29, 2000, pursuant to House Bill No. 281 of the 2000 Legislature. <https://www.ahfc.us/about-us/subsidiaries/ntsc/ntsc-financial-statements/>
- Alaska Housing Capital Corporation ("AHCC") incorporated on May 23, 2006, pursuant to Senate Bill No. 232 of the 2006 Legislature. <https://www.ahfc.us/about-us/subsidiaries/ahcc/ahcc-financial-statements/>
- Alaska Corporation for Affordable Housing ("ACAH") incorporated on February 1, 2012, pursuant to House Bill No. 119 of the 2011 Legislature. <https://www.ahfc.us/about-us/subsidiaries/alaska-corporation-affordable-housing-acah/acah-financial-statements/>
- Alaska Sustainable Energy Corporation ("ASEC") incorporated on November 5, 2024, pursuant to House Bill No. 273 of the 2024 Legislature.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Financial Reporting Entity

The financial reporting entity consists of AHFC and the blended component unit ACAH. The entities are closely related and financially integrated. The board of directors for AHFC and ACAH are the same and both entities have similar mission statements. ACAH is a legally separate entity from AHFC, but is considered a blended component unit of AHFC due to AHFC's operational responsibility for ACAH and the potential financial benefit or financial burden between AHFC and ACAH. AHFC is financially accountable for ACAH.

The other affiliates of AHFC are not closely related to, nor financially integrated with AHFC. There is no financial accountability for the other affiliates by AHFC. They are not component units of AHFC, hence they are not included in these financial statements. NTSC, AHCC and ASEC are component units of the State.

Neither AHFC nor the State is liable for any debt issued by NTSC, AHCC and ASEC. They are government instrumentalities of, but have a legal existence separate and apart from, the State. The State is additionally not liable for any debt issued by ACAH.

Basis of Accounting

The financial reporting entity utilizes the economic resource measurement focus and full accrual basis of accounting

wherein revenues are recognized when earned and expenses when incurred. The financial statements have been prepared in conformity with generally accepted accounting principles ("GAAP") as prescribed by the Governmental Accounting Standards Board ("GASB"). GASB is the accepted standard-setting body for governmental accounting and financial reporting principles as set forth in GASB's pronouncements.

Basis of Presentation

The financial reporting entity is engaged in business-type activities that utilize enterprise funds. The basic fund financial statements are comprised of the Statement of Net Position (Exhibit A), the Statement of Revenues, Expenses and Changes in Net Position (Exhibit B), the Cash Flow Statement (Exhibit C) and the accompanying note disclosures. The supplementary section contains combining financial statements by program, purpose, or bond indenture.

The basic financial statements include a Total Programs and Funds column representing an aggregate of AHFC amounts, and a Total column for the financial reporting entity, an aggregation of both AHFC and ACAH amounts.

Major Funds and Component Unit

The basic fund financial statements present the major funds of AHFC and the major component unit ACAH.

Administrative Fund: This is the Corporation's primary operating fund. It accounts for all financial resources of the Corporation not accounted for in other funds.

Grant Programs: Resources provided to other agencies and individuals to develop and improve affordable housing units for lower income families, to assist in improving the energy efficiency of Alaska homes, and to provide tenant-based rental assistance programs for families in the private market (administered by the Corporation under contract with HUD).

Mortgage or Bond Funds: Provides resources to assist in the financing of loan programs or to fund Legislature appropriations.

Other Funds or Programs: Includes the Low Rent program and other affordable housing for low income families managed under contract with HUD, but owned by AHFC; as well as, the Home Ownership Fund and the Senior Housing Revolving Loan Fund.

Component Unit ACAH: A non-profit public benefit corporation that develops and operates affordable housing for Alaskans, utilizing various funding sources. ACAH is reported as a major component unit for the benefit of users of AHFC's financial statements.

Restricted Net Position

The restricted net position of the Administrative Fund consists of the Corporation's remaining commitments to the State (refer to Footnote No. 19 State Authorizations and Commitments for further details) and resources of the Affordable Housing Development Program. The remaining resources of the Administrative Fund are unrestricted.

The other financial activities of the Corporation are restricted by the Corporation's bond indentures, requirements from the Legislature, and statutory requirements or third-party agreements that restrict the use of resources. These restricted resources are recorded in various special purpose funds and accounts. Restricted funds with a net deficit balance are shown as having an unrestricted net position balance pursuant to reporting requirements.

When both restricted and unrestricted resources are available in a fund, it is the Corporation's policy to spend restricted funds to the extent allowed and only spend unrestricted funds when needed.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates. The major estimate for the Corporation is the allowance for loan losses.

Investments

All investments are stated at fair value.

Accrued Interest Receivable on Loans and Real Estate Owned

Interest is accrued based upon the principal amount outstanding. Accrual of interest income is discontinued on loans when, in the opinion of management, collection of such interest becomes doubtful. When payment of interest is provided for pursuant to the terms of loan insurance or guarantees, accrual of interest on delinquent loans and real estate owned is continued.

Loans and Allowances for Estimated Loan Losses

Mortgage loans are carried at their unpaid principal balances net of allowance for estimated loan losses. Once monies have been disbursed, the mortgage loans are recorded.

The Corporation provides for possible losses on loans on which foreclosure is anticipated. A potential loss is recorded when the net realizable value, or fair value, of the related collateral or security interest is estimated to be less than the Corporation's investment in the property less anticipated recoveries from private mortgage insurance, private credit insurance, and various other loan guarantees. In providing for losses, through a charge to operations, consideration is given to the costs of holding real estate, including interest costs. The loan portfolio, property holding periods and property holding costs are reviewed periodically. A general allowance is applied to the performing loan portfolio, and a specific reserve on individual non-performing. This can be modified. While management uses the best information available to make evaluations, future adjustments to the allowances may be necessary if there are significant changes in economic conditions or property disposal programs.

Real Estate Owned

Real estate owned consists principally of properties acquired through foreclosure or repossession and is carried at the lower of cost or estimated net realizable value. These amounts are included in other assets.

Depreciation

Depreciation and amortization of buildings, equipment, and leasehold improvements are computed on a straight-line basis over the estimated useful lives of the related assets. Estimated useful lives range from 3 to 40 years. The capitalization threshold is \$5,000.

Bonds

The Corporation issues bonds to provide capital for its mortgage programs and other uses consistent with its mission. The bonds are recorded at cost plus accreted interest and premiums, less discounts. Discounts and premiums are amortized using the straight-line method. Costs of issuance are expensed when incurred.

Deferred Debt Refunding Expenses

Deferred debt refunding expenses occur when new debt is issued to replace existing debt. The differences between the carrying value of the old debt and the resources used to redeem it are called deferred debt refunding expenses. The unamortized balances of these expenses are recorded as deferred outflows of resources. These expenses are amortized over the shorter of the remaining life of the old debt or the remaining life of the new debt.

Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pension, and pension expense, information about the fiduciary net position of the Public Employees' Retirement System ("PERS") and additions to/from the PERS fiduciary net position have been determined on the same basis as they are reported by PERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Other Post-Employment Benefits

Information about the Other Post-Employment Benefits ("OPEB") fiduciary net position of the PERS plans has been determined on the same basis as reported by PERS. The PERS information includes the valuation of the net OPEB asset, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense. Benefit payments are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Leases

The Corporation recognizes Right of Use Assets, Lease Liabilities, Lease Receivables and Deferred Inflow of Resources for lease contracts with terms greater than 12 months. The Corporation as a Lessee records the Right of Use Assets and Lease Liability, and as a Lessor, records Lease Receivable and Deferred Inflow of Resources, measured at present value of future lease payments and receipts respectively, discounted at Corporation's incremental borrowing rate of 5%. Finance lease costs are recognized in two components, interest expense and amortization expense. As payments are received over the term of the lease, lease revenues are recognized in two components, interest revenue on lease receivable and revenue from amortization of deferred inflow of resources.

Derivative Instruments-Interest Rate Swaps

Subject to certain restrictions, the Corporation's Fiscal Policies allow it to enter into derivative financial instruments called interest rate swap agreements, or swaps. The Corporation enters into swaps with various counterparties to achieve a lower overall cost of funds for certain bond issuances. Under these agreements, the Corporation pays a fixed interest rate to a counterparty in exchange for a variable interest rate payment from that counterparty, or vice versa. All swaps are presented at fair value, with the change in fair value of hedgeable derivatives being recorded as deferred inflows of resources or deferred outflows of resources, and the change in fair value of investment derivatives being recorded as investment revenue.

Operating Revenues and Expenses

The Corporation is authorized to issue bonds to finance the purchase of mortgage loans made to borrowers and to fund other lawful activities of the Corporation. Operating revenues are primarily derived from interest income on mortgage loans and investments. Additionally, the Corporation's statutory purpose includes providing financial assistance programs for rental subsidies to tenants of various housing developments. The Corporation records all revenues from mortgages and loans, investments, rental activities, and externally funded programs as operating revenues. The primary costs of providing these programs are recorded as operating expenses.

Income Taxes

The Corporation is exempt from federal and state income taxes.

3 CASH AND INVESTMENTS

Cash consists of demand deposits, time deposits, and cash held in trust. The carrying amount of the Corporation's cash is restricted by bond resolutions, contractual agreements, and statutory agreements. A summary of the Corporation's cash is shown below (in thousands):

March 31, 2025	
Restricted cash	\$ 64,974
Unrestricted cash	23,901
Carrying amount	<u>\$ 88,875</u>
Bank balance	<u>\$ 88,895</u>

Investment Valuation

AHFC categorizes its fair value measurements within the fair value hierarchy established by Generally Accepted Accounting Principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

AHFC measures its investments using quoted market prices (Level 1 inputs).

Investment Maturities

The fair value of debt security investments by contractual maturity is shown below (in thousands). Expected maturities may differ from contractual maturities because borrowers may have the right to call or prepay obligations with or without penalty.

Investment Maturities					
	Less Than 1 Year	1-5 Years	6-10 Years	More Than 10 Years	March 31, 2025
Securities of U.S. Government agencies and corporations	\$ 2,492	\$ 33,023	\$ -	\$ -	\$ 35,515
Commercial paper & medium-term notes	303,570	401	-	-	303,971
Corporate Certificates of Deposit	3,752	-	-	-	3,752
Guaranteed Investment Contracts	-	10,000	13,045	-	23,045
Money market funds	199,523	-	-	-	199,523
Total not including GeFONSI	<u>\$ 509,337</u>	<u>\$ 43,424</u>	<u>\$ 13,045</u>	<u>\$ -</u>	<u>\$ 565,806</u>
GeFONSI pool					<u>33,837</u>
Total AHFC Investment Portfolio					<u>\$ 599,643</u>

Restricted Investments

A large portion of the Corporation's investments, \$351,249,000, is restricted by bond resolutions, contractual agreements and statutory agreements. The remainder, \$248,394,000, is unrestricted.

Realized Gains and Losses

The calculation of realized gains and losses is independent of the calculation of the net increase in the fair value of investments. Realized gains and losses on investments that had been held in more than one fiscal year and sold in the current period may have been recognized as an increase or decrease in the fair value of investments reported in the prior year. The net increase in the fair value of investments in the table below includes all changes in fair value (including purchases and sales) that occurred during the period. A summary of the gains and losses is shown below (in thousands):

Original Amount	March 31, 2025
Ending unrealized holding gain	\$ 5,310
Beginning unrealized holding gain	5,899
Net change in unrealized holding gain	(589)
Net realized gain (loss)	2,389
Net increase (decrease) in fair value	\$ 1,800

Deposit and Investment Policies

The Corporation utilizes different investment strategies depending upon the nature and intended use of the assets being invested. All funds are classified as trusted or non-trusted, and this classification determines the applicable investment guidelines used by staff when making investment decisions. Trusted funds are invested in accordance with their respective indentures or governing agreements. Non-trusted funds are governed by the terms outlined in the Corporation's Fiscal Policies and are typically invested to meet future projected funding need.

The following securities are eligible for investment under the Corporation's Fiscal Policies.

- Obligations backed by the full faith and credit of the United States;
- Obligations of U.S. government-sponsored enterprises ("GSEs") and federal agencies not backed by the full faith and credit of the United States;
- Obligations of the World Bank rated at least "AA" by S&P or "Aa2" by Moody's or "AA" by Fitch if maturing in excess of one year or "A-1" by S&P or "P-1" by Moody's or "F1" by Fitch if maturing in one year or less;
- Money market funds rated at least "AAm" by S&P or "Aa-mf" by Moody's or "AAMmf" by Fitch;
- Banker's acceptances and negotiable certificates of deposit of any bank, the unsecured short-term obligations of which are rated at least "A-1" by S&P or "P-1" by Moody's or "F-1" by Fitch and which is incorporated under the laws of the United States of America or any state thereof and subject to supervision and examination by federal or state banking authorities, or which is a foreign bank with a branch or agency licensed under the laws of the United States of America or any state thereof and subject to supervision and examination by federal or state banking authorities, or which is a foreign bank having a long-term issuer rating of at least "AA" from S&P or "Aa2" from Moody's or "AA" from Fitch;
- Commercial paper, including asset-backed commercial paper, rated at least "A-1" by S&P or "P-1" by Moody's or "F1" by Fitch;
- Repurchase agreements ("repos") where: the counterparty is designated as a primary dealer by the Federal Reserve and has a long-term debt rating of at least "A" by S&P or "A" by Moody's or "A" by Fitch or a short-term rating of at least "A-1" by S&P or "P-1" by Moody's or "F-1" by Fitch; collateral is pledged at a minimum level of 102%, valued on a daily basis with a one-business-day cure period; the term of such repurchase agreement is one week or less; a third-party custodian acting as the Corporation's agent has possession of the collateral and holds such collateral in the Corporation's name; the agreement is evidenced by standard documents published by the Securities Industry and Financial Markets Association ("SIFMA"); and the securities to be repurchased are obligations backed by the full faith and credit of the United States or obligations of U.S. government-sponsored enterprises and federal agencies not backed by the full faith and credit of the United States or obligations of the World Bank rated at least "AA" by S&P or "Aa2" by Moody's or "AA" by Fitch if maturing in excess of one year or "A-1" by S&P or "P-1" by Moody's or "F1" by Fitch if maturing in one year or less;
- Guaranteed investment contracts with a financial institution having outstanding unsecured long-term obligations rated, or an investment agreement rating of, at least "AA" by S&P or "Aa2" by Moody's or "AA" by Fitch, or, if the term is one year or less, at least "A-1" by S&P or "P-1" by Moody's or "F-1" by Fitch;

- Fixed and floating-rate notes and bonds, other than commercial paper, issued by corporate or municipal obligors and rated at least “AA” by S&P or “Aa2” by Moody’s or “AA” by Fitch if maturing in excess of one year, or at least “A-1” by S&P or “P-1” by Moody’s or “F1” by Fitch if maturing, or with a provision for investor withdrawal or put at par, in one year or less;
- Asset-backed securities, other than asset-backed commercial paper, rated at least “AA+” by S&P or “Aa1” by Moody’s or “AA+” by Fitch; and
- Investment pools managed by the State of Alaska, including the General Fund and Other Non-Segregated Investments (“GeFONSI”) pool.

Credit Risk

Credit risk is the risk of loss due to the failure of the security or backer. The Corporation mitigates its credit risk by limiting investments to those permitted in its Fiscal Policies and relevant governing agreements, diversifying the investment portfolio, and pre-qualifying firms with which the Corporation administers its investment activities.

The credit quality ratings of the Corporation’s investments as of March 31, 2025, as determined by nationally recognized statistical rating organizations, are shown below (in thousands), and do not include investments held by GeFONSI pool.

	S&P	Moody's	Investment Fair Value
Securities of U.S. Government agencies & corporations, Commercial paper (“CP”), Medium-term notes, Guaranteed investment contracts (“GIC”) & Certificates of deposit (“CD”):	AA+	Aaa	\$ 33,023
	AA+	Aa3	13,045
	A-1+	P-1	77,839
	A+	Aa2	10,000
	A+	A1	150
	A-1	P-1	152,376
	A-1	NR	14,971
	NR	P-1	11,983
	A-1	P-2	492
	A-2	P-1	32,446
	A-2*	P-2*	19,958
Money market funds (“MMF”):	AAAm	Aaa-mf	199,523
			<u>\$ 565,806</u>

* Rated F1 by Fitch Ratings Inc.

Concentration Risk

Concentration risk is the risk of loss attributed to the magnitude of the Corporation’s investments in a single issuer. Concentration limits are not established in the bond indentures and governing agreements for trust investments. The following table details the maximum concentration limits for non-trust investments as outlined in the Corporation’s Fiscal Policies. Under certain conditions, the Fiscal Policies permit investments in excess of these limits. For more information, please see the Corporation’s Fiscal Policies at: <http://www.ahfc.us/pros/investors/fiscal-policies>.

Investment Category	Category Limit as % of Total Portfolio	Issuer Limit as % of Total Portfolio
U.S. Government obligations	n/a	n/a
U.S. GSEs and agencies	n/a	35%
World Bank obligations	n/a	35%
Money market funds	n/a	n/a
Banker’s acceptances, negotiable CDs	n/a	5%
Commercial paper	n/a	5%
Repurchase agreements	n/a	25%
Guaranteed investment contracts	n/a	5%
Corporate and municipal notes and bonds	n/a	5%

Asset-backed securities	20%	5%
State of Alaska investment pools	n/a	n/a

Investment Holdings Greater than Five Percent of Total Portfolio

The following investment holdings, summarized by issuer, include both investments that are governed by the maximum concentration limits of the Corporation's Fiscal Policies and trusted investments which have no established concentration limits. As of March 31, 2025, the Corporation had investment balances greater than 5 percent of the Corporation's total investments with the following issuers (in thousands).

Issuer	Investment Fair Value	Percentage of Total Portfolio	Investment Category
Morgan Stanley	\$ 128,683	21.46%	MMF
Invesco Ltd.	37,958	6.33%	MMF
Federal Home Loan Banks	34,523	5.76%	AGENCY BOND
Royal Bank of Canada	34,375	5.73%	CP
JP Morgan	33,132	5.53%	MMF
	<u>\$ 268,671</u>		

Custodial Credit Risk

The Corporation assumes levels of custodial credit risk for its deposits with financial institutions, bank investment agreements, and investments. For deposits, custodial credit risk is the risk that, in the event of a bank failure, the Corporation's deposits may not be returned. For bank investment agreements and investments, custodial credit risk is the risk that, in the event of failure of the custodian or counterparty holding the investment, the Corporation will not be able to recover the value of the investment. As stated in the Corporation's Fiscal Policies, credit risk is mitigated by limiting investments to those highly-rated securities permitted in the Fiscal Policies and by pre-qualifying firms through which the Corporation administers its investment activities.

Of the Corporation's \$88,895,000 bank balance as of March 31, 2025, cash deposits in the amount of \$9,000 was uninsured and uncollateralized.

Interest Rate Risk

Interest rate risk is the risk that the market value of investments will decline as a result of changes in general interest rates. As stated in the Corporation's Fiscal Policies, for non-trust investments, the Corporation mitigates interest rate risk by structuring its investment maturities to meet cash requirements (including corporate operations), thereby avoiding the need to sell securities in the open market prior to maturity. For investments held in trust, investment maturities are structured to meet cash requirements as outlined in the bond indentures and contractual and statutory agreements.

The GeFONSI pool investment interest rate risk details are at the end of this footnote.

Modified Duration

Modified duration estimates the sensitivity of an investment to interest rate changes. The following table shows the Corporation's trusted and non-trusted investments (in thousands, net of GeFONSI holdings) with their modified duration as of March 31, 2025, in thousands:

Issuer	Investment Fair Value	Modified Duration
Securities of U.S. Government agencies and corporations:		
Federal agency pass through securities	\$ 35,515	4.059
Certificate of Deposit	3,752	0.406
Commercial paper & medium-term notes:		
Commercial paper discounts	260,490	0.191
Medium-term notes	43,481	0.114
Guaranteed Investment Contracts	23,045	4.681
Money market funds	199,523	0.000
Portfolio modified duration	<u>\$ 565,806</u>	0.514

Investment in GeFONSI Pool

The Alaska State Department of Revenue, Treasury Division, has established various investment pools to manage funds for which the Commissioner of Revenue has fiduciary responsibility. The GeFONSI pool in which the Corporation participates is itself comprised of investment shares of the State's Short-term Fixed Income, and Intermediate-term Fixed Income investment pools. Assets in these pools are reported at fair value with purchases and sales recorded on a trade-date basis. Securities are valued each business day using prices obtained from a pricing service. The complete financial activity of the State's investment pools is shown in the Annual Comprehensive Financial Report (ACFR) available from the Department of Administration, Division of Finance.

The accrual basis of accounting is used for the investment income and GeFONSI investment income is distributed to pool participants monthly if prescribed by statute or if appropriated by state legislature. Income in the Short-term, Short-term Liquidity and Intermediate-term Fixed Income Pools is allocated to the pool participants daily on a pro-rata basis. The fair value of the Corporation's investment in the GeFONSI pool was \$33,837,000 as of March 31, 2025.

For additional information on interest rate risk, credit risk, foreign exchange, derivatives, fair value, and counterparty credit risk see the separately issued report on the Invested Assets of the Commissioner of Revenue at: <http://treasury.dor.alaska.gov/Investments/Annual-Investment-Reports.aspx>.

4 INTERFUND RECEIVABLE/PAYABLE

A summary of the interfund receivable/payable balance as of March 31, 2025, is shown below (in thousands):

		Due From					Total
Due To		Administrative Fund	Grant Programs	Mortgage or Bond Programs	Other Funds or Programs	Alaska Corporation for Affordable Housing	
	Administrative Fund	\$ -	\$ 7,841	\$ -	\$ 2,857	\$ 114	\$ 10,812
	Grant Programs	27,395	-	-	-	1,423	28,818
	Mortgage or Bond Programs	37,561	-	-	-	-	37,561
	Other Funds or Programs	629	-	-	-	-	629
	Total	\$ 65,585	\$ 7,841	\$ -	\$ 2,857	\$ 1,537	\$ 77,820

The balance due to the Mortgage or Bond programs from the Administrative Fund resulted primarily from monies belonging to these funds being deposited in an Administrative Fund account to obtain a greater rate of return.

The balance due to the Administrative Fund from Grant Programs, Other Funds or Programs, and ACAH resulted primarily from expenditures paid by the Administrative Fund on behalf of those programs, as well as an allocation of management and bookkeeping fees mandated by HUD.

The balance due from ACAH to the Grant Programs is the result of a repayable grant to ACAH for the purchase of land in 2013.

5 MORTGAGE LOANS, NOTES AND OTHER LOANS

A summary of mortgage loans, notes and other loans as of March 31, 2025, is shown below (in thousands):

	March 31, 2024
Mortgage loans	\$ 3,467,890
Multifamily loans	366,655
Other notes receivable	78,540
	<u>3,913,085</u>
Less:	
Allowance for losses	(54,415)
Net Mortgages, Notes & Other	<u>\$ 3,858,670</u>

Of the \$3,913,085,000 mortgage loans, notes, and other loans, \$116,389,000 is due within a year.

Other notes receivable include monies due to AHFC for various unconventional loan programs, monies remaining unexpended by grant recipients, and notes receivable due to ACAH of \$34,767,000. Included in the allowance for losses is \$12,020,000 for ACAH's notes receivable, bringing ACAH's net notes receivable to \$22,747,000.

Other supplementary loan information is summarized in the following table (in thousands):

	March 31, 2025
Loans Delinquent 30 days or more	\$ 93,095
Foreclosures during reporting period	2,581
Loans in foreclosure process	11,903
<u>Mortgage-related commitments:</u>	
To purchase mortgage loans	\$ 86,983

6 INSURANCE AGREEMENTS

The Corporation has obtained private mortgage insurance, credit insurance, or guarantees on certain mortgages and loans. The agreements protect the Corporation to varying degrees against losses arising from the disposition of the related collateral obtained through foreclosure or repossession, as well as the costs of obtaining title to, maintaining, and liquidating the collateral. The Corporation is exposed to losses on disposition in the event the insurers or guarantors are unable or refuse to meet their obligations under these agreements.

7 LEASES

Lease Liability and Asset

As of March 31, 2025, the Corporation recognized a total of \$1,333,000 Lease Liability, comprised of \$90,000 Current Lease Liability and \$1,243,000 Long term Lease Liability. Also recognized is \$1,784,000 Right-of-Use Asset and related accumulated amortization of \$560,000. The Corporation as a Lessee records the Right-of-Use Asset and Lease Liability at present value of future lease payments discounted at weighted-average discount rate, based on the Corporation's incremental borrowing rate of 5% subject to reexamination on annual basis.

The Corporation leases certain office facilities and equipment for various terms under long-term, non-cancelable operating lease agreements. The leases expire at various dates through 2041 and provide for renewal options ranging from one year to ten years. The Corporation included in the determination of the right-of-use asset and lease liabilities any renewal options when the options are reasonably certain to be exercised. The leases provide for increases in future minimum annual rental payments based on lease agreements subject to certain minimum increases.

Remaining obligations associated with these leases are as follows (in thousands):

Date	Interest Due	Principal Due
6/30/2025	\$ 67	\$ 90
6/30/2026	70	89
6/30/2027	56	65
6/30/2028	53	69
6/30/2029	49	72
2030 and thereafter	\$ 285	\$ 948

Lease Receivable

In 2007, the Corporation constructed a parking garage (the "Pacillo Parking Garage") in downtown Anchorage with its corporate assets. The Pacillo Parking Garage cost \$44,000,000 and was leased to the State of Alaska for use by its departments and agencies located in Anchorage.

The State has the option to purchase the Pacillo Parking Garage for \$1 after December 1, 2027, which is the end of the lease. In 2015, the Corporation issued its State Capital Project Bonds II, 2015 Series B and C, respectively, to partially refund its State Capital Project Bonds, 2007 Series A, which were originally issued in 2007 to finance the Pacillo Parking Garage.

As of March 31, 2025, the Corporation recognized valuation of Lease Receivable of \$10,158,000 measured based on discounted future lease at Corporation's incremental borrowing rate of 5%, subject to reexamination on annual basis. The following table lists the components of the Lease Receivable and shows the future minimum payments under the lease for the next three years (in thousands):

Future Minimum Payments Due	
Twelve Months Ending March 31,	Total
2026	3,304
2027	3,304
2028	3,302
Gross payments due	9,910
Plus: Interest amortization adjustments	248
Net Lease Receivable – Pacillo Parking Garage	\$ 10,158

The Corporation receives lease payments from leasing certain properties to a local charitable organization in the form of a monthly utility offset payment. The lease term commenced on April 1, 2009, through June 30, 2019. The Corporation opted to renew for an additional 10 year period, which terminates this lease in March 2029. As of March 31, 2025, the Corporation recognized a Lease Receivable from this lease of \$61,000 measured at present value of future lease receivable expected to be received during the lease term discounted at 5% incremental borrowing rate.

ACAH receives lease payments from leasing various properties in Anchorage, Wasilla, and Fairbanks in the form of monthly and annual payments. The lease terms expire at various dates through 2078 and provide for renewal options of one year. As of March 31, 2025, ACAH recognized a Lease Receivable of \$3,321,000 measured at the present value of future lease receivable expected to be received during the lease term discounted at the 5% incremental borrowing rate.

As of March 31, 2025, AHFC recognized a combined total Lease Receivable as follows (in thousands):

Lease Receivable	March 31, 2025
Pacillo Parking Garage	\$ 10,158
ACAH Properties	3,321
Leases to Charitable Organizations	61
Total Lease Receivable	\$ 13,540

8 CAPITAL ASSETS

Capital assets activity for the nine months ended March 31, 2025, and a summary of balances is shown below (in thousands):

Issuer	June 30, 2024	Additions	Reductions	March 31, 2025
Non-Depreciable Capital Assets:				
Land	\$ 21,070	\$ 1,832	\$ (112)	\$ 22,790
Construction in progress	-	4,416	(497)	3,919
Total Non-Depreciable	21,070	6,248	(609)	26,709
Depreciable Capital Assets:				
Buildings	248,315	5,714	(1,707)	252,322
Computers & Equipment	4,216	57	(18)	4,255
Vehicles	3,402	693	(350)	3,745
Less: Accumulated depreciation				
Buildings	(201,960)	(4,183)	834	(205,309)
Computers & Equipment	(3,596)	(235)	-	(3,831)
Vehicles	(2,553)	(236)	60	(2,729)
Total Depreciable, Net	\$ 47,824	1,810	(1,181)	48,453
Total Capital Assets, Net	\$ 68,894	\$ 8,058	\$ (1,790)	\$ 75,162

The above capital assets include \$5,120,000 of land and land improvements that belong to ACAH.

Depreciation expense charged by the Corporation was \$4,654,000 for the nine months ended March 31, 2025.

The Corporation is obligated under contracts and other commitments to purchase and/or modernize certain fixed assets. The total commitment, including amounts to be funded by third parties, was \$10,192,000 as of March 31, 2025.

In 2017, the State exercised the option to purchase the Atwood Office Building and associated land, identified as Block 79, for \$1. The Atwood Office Building was leased to the State of Alaska as part of the Corporation's State Building Lease Program. Block 102, containing land the State did not transfer but may take ownership of at a later date, is reported as a Corporation asset at the assessed value of \$4,175,000, with a net book value of zero in the Other Non-Current Assets section of the financial statements, pending potential future transfers.

9 DEFERRED OUTFLOWS OF RESOURCES

The Government Accounting Standards Board has defined deferred outflows of resources as the consumption of resources that are applicable to a future period. AHFC's deferred outflows of resources as of March 31, 2025, were interest rate swap derivatives of \$29,102,000, deferred debt refunding expense of \$14,428,000, pension deferred outflows of \$3,363,000, and other post-employment benefits deferred outflows of \$3,612,000, for a total of \$50,505,000.

10 BONDS PAYABLE

All of the bonds are general obligations of the Corporation for which its full faith and credit are pledged. All of the bonds are secured, as described in the applicable agreements, by the revenues, monies, investments, mortgage loans, and other assets in the funds and accounts established by the respective security agreements. A substantial portion of the assets of the Corporation are pledged to the outstanding obligations of the Corporation.

The Corporation's obligations are not a debt of the State, and the State is not directly liable thereon except for the Veterans Mortgage Program Bonds. The Veterans Mortgage Program Bonds are backed by the full faith and credit of the State. Although the Corporation has always made its Veterans Mortgage Program Bond payments, in the event that the Corporation cannot make the payments, the State would be responsible for the principal and interest.

Bonds outstanding as of March 31, 2025, are as follows (in thousands):

	Original Amount	March 31, 2025
Housing Bonds:		
Home Mortgage Revenue Bonds, Tax-Exempt:		
• 2002 Series A; Floating Rate*; 3.85% at March 31, 2025, due 2032-2036	\$ 170,000	\$ 22,545
Unamortized swap termination penalty		(669)
• 2007 Series A; Floating Rate*; 2.82% at March 31, 2025, due 2025-2041	75,000	60,100
• 2007 Series B; Floating Rate*; 2.87% at March 31, 2025, due 2025-2041	75,000	60,100
• 2007 Series D; Floating Rate*; 2.82% at March 31, 2025, due 2025-2041	89,370	71,595
• 2009 Series A; Floating Rate*; 2.82% at March 31, 2025, due 2025-2040	80,880	68,440
• 2009 Series B; Floating Rate*; 2.87% at March 31, 2025, due 2025-2040	80,880	68,440
• 2009 Series D; Floating Rate*; 2.85% at March 31, 2025, due 2025-2040	80,870	68,435
Total Home Mortgage Revenue Bonds	652,000	418,986
Collateralized Bonds (Veterans Mortgage Program), Tax-Exempt:		
• 2016 First and Second Series; 1.75% to 2.90%, due 2025-2037	50,000	22,945
• 2019 First and Second Series; 2.15% to 4.00%, due 2025-2048	60,000	11,250
Unamortized premium		246
• 2023 First Series; 3.15% to 4.65%, due 2027-2052	49,900	49,900
• 2024 First Series; 3.25% to 4.65%, due 2027-2053	75,000	75,000
Unamortized discount		(428)
Total Collateralized Bonds (Veterans Mortgage Program)	234,900	158,913
General Mortgage Revenue Bonds II, Tax-Exempt:		
• 2016 Series A; 2.00%-3.50%, due 2025-2046	100,000	31,380
Unamortized premium		43
• 2018 Series A; 2.65%-4.00%, due 2025-2048	109,260	19,710
Unamortized premium		558
• 2018 Series B; 5.00%, due 2031	58,520	28,465
Unamortized premium		2,447
• 2019 Series A; 1.60%-3.75%, due 2025-2044	136,700	78,785
Unamortized premium		690
• 2019 Series B; 5.00%, due 2030-2033	24,985	19,985
Unamortized premium		2,819
• 2020 Series A; 0.80%-3.25%, due 2025-2044	135,170	95,540
Unamortized premium		2,015
• 2020 Series B; 2.00%-5.00%, due 2030-2035	74,675	74,675
Unamortized premium		8,203
• 2022 Series A; 0.60%-3.00%, due 2025-2051	39,065	32,035
Unamortized premium		733
• 2022 Series B; 1.65%-5.00%, due 2030-2036	83,730	83,730
Unamortized premium		11,194
• 2022 Series C; 2.90%-5.75%, due 2025-2052	87,965	82,630
Unamortized premium		2,083
• 2024 Series A; 3.20%-6.00%, due 2025-2054	75,000	74,190
Unamortized premium		1,774
• 2024 Series B; 3.63%-5.00%, due 2031-2036	48,120	48,120
Unamortized premium		3,291

	Original Amount	March 31, 2025
General Mortgage Revenue Bonds II, Tax-Exempt Bonds (cont.):		
• 2025 Series A; 2.95%-6.00%, due 2025-2054	110,000	110,000
Unamortized premium		2,345
Total General Mortgage Revenue Bonds II, Tax-Exempt	1,083,190	817,440
General Mortgage Revenue Bonds II, Taxable:		
• 2024 Series C; 4.81%-6.25%, due 2025-2053	120,000	118,230
Unamortized premium		1,020
Total General Mortgage Revenue Bonds II, Taxable	120,000	119,250
Governmental Purpose Bonds, Tax-Exempt:		
• 2001 Series A; Floating Rate*; 2.85% at March 31, 2025, due 2025-2030	76,580	23,570
Unamortized swap termination penalty		(1,129)
• 2001 Series B; Floating Rate*; 2.85% at March 31, 2025, due 2025-2030	93,590	28,800
Total Governmental Purpose Bonds	170,170	51,241
Total Housing Bonds	2,260,260	1,565,830
Non-Housing Bonds:		
State Capital Project Bonds II, Tax-Exempt:		
• 2015 Series A; 5.00%, due 2025	111,535	4,370
Unamortized premium		18
• 2015 Series B; 3.38% to 5.00%, due 2025-2036	93,365	26,675
Unamortized discount		(78)
Unamortized premium		3
• 2015 Series C; 5.00%, due 2025	55,620	4,300
Unamortized premium		16
• 2017 Series A; 4.00% to 5.00%, due 2025-2032	143,955	99,220
Unamortized premium		5,326
• 2017 Series C; 5.00%, due 2025-2032	43,855	36,320
Unamortized premium		1,771
• 2018 Series B; 3.13% to 5.00%, due 2025-2038	35,570	28,170
Unamortized discount		(42)
Unamortized premium		1,779
• 2019 Series B; 4.00% to 5.00%, due 2025-2039	60,000	49,845
Unamortized premium		5,100
• 2021 Series A; 4.00% to 5.00%, due 2025-2030	90,420	82,190
Unamortized premium		8,238
• 2022 Series B; 4.00% to 5.00%, due 2025-2037	97,700	85,525
Unamortized discount		(32)
Unamortized premium		5,330
• 2023 Series A; 5.00%-5.25%, due 2027-2041	99,995	99,995
Unamortized premium		7,859
• 2024 Series A; 5.00%, due 2027-2039	127,100	127,100
Unamortized premium		14,567
Total State Capital Project Bonds II, Tax-Exempt	959,115	693,565

	Original Amount	March 31, 2025
Non-Housing Bonds (cont.):		
State Capital Project Bonds II, Taxable:		
• 2017 Series B; Floating Rate*; 4.40% at March 31, 2025, due 2047	150,000	90,000
• 2018 Series A; Floating Rate*; 4.38% at March 31, 2025, due 2031-2043	90,000	90,000
• 2019 Series A; Floating Rate*; 4.40% at March 31, 2025, due 2033-2044	140,000	140,000
• 2020 Series A; 1.06% to 2.18%, due 2025-2033	96,665	90,325
• 2022 Series A; Floating Rate*; 4.35% at March 31, 2025, due 2037-2052	200,000	200,000
Total State Capital Project Bonds II, Taxable	676,665	610,325
Total Non-Housing Bonds	1,635,780	1,303,890
Total Bonds Payable	\$ 3,896,040	\$ 2,869,720

Note: Debt service payments on the above-mentioned bonds are semi-annual unless otherwise mentioned.

*Interest rates on the annotated variable-rate bonds are established by the Remarketing Agents on each Rate Determination Date.

Assets Pledged as Collateral for Debt

AHFC's bonds are secured by the general obligation of the Corporation and may also be secured with collateral from mortgages, investments and/or direct financing leases. See the table below (in thousands):

	Mortgages	Investments	Leases	Total
Housing	\$ 2,088,194	\$ 133,778	\$ -	\$ 2,221,972
Non-Housing	-	-	10,158	10,158
Total	\$ 2,088,194	\$ 133,778	\$ 10,158	\$ 2,232,130

Redemption Provisions

The bonds are generally subject to certain early-redemption provisions, both mandatory and at the option of the Corporation. The Corporation redeems debt pursuant to the terms of the related agreements governing such redemptions. For housing bonds, such agreements typically permit surplus revenues resulting primarily from mortgage loan prepayments to be used to retire housing obligations at par. With respect to non-housing and direct placement bonds, such agreements typically permit optional redemptions at par from any source of funds on or after a specified date.

The Corporation also issues new debt whose proceeds are used to redeem previously issued debt, called current refundings. The related discounts and costs of issuance of the old debt are classified as a deferred outflow of resources and amortized as interest expense. The Corporation may call some bonds at a premium using any monies once bonds reach a certain age and may also use a clean-up call to redeem certain bonds once the outstanding amount falls below 15% of the total issuance.

During the nine months ended March 31, 2025, the Corporation made special redemptions in the amount of \$52,815,000, of which \$39,980,000 was defeased in a prior period.

Bond Defeasances

There were no new bond defeasances during the nine months ending March 31, 2025. A summary of defeased debt that will be redeemed on their first optional redemption date, as of March 31, 2025, follows (in thousands):

	Month Defeased	March 31, 2025
State Capital Project Bonds II, 2015 Series A	June 2021	54,780
State Capital Project Bonds II, 2015 Series B	June 2021	29,945
State Capital Project Bonds II, 2015 Series C	June 2021	31,045
		<u>\$ 115,770</u>

Debt Service Requirements**

For all bonds in the preceding schedules, excluding any defeased bonds, the Corporation's annual debt service requirements through 2030, and in five year increments thereafter to maturity, are shown below (in thousands):

	Housing Bond Debt Service		Non-Housing Bond Debt Service		Total Debt Service		
Twelve Months Ending March 31,	Principal	Interest*	Principal	Interest*	Principal	Interest*	Total
2026	\$ 39,405	\$ 56,814	\$ 57,685	\$ 55,225	\$ 97,090	\$ 112,039	\$ 209,129
2027	41,365	56,784	55,360	52,731	96,725	109,515	206,240
2028	45,635	55,561	82,710	50,173	128,345	105,734	234,079
2029	42,835	54,246	76,660	46,223	119,495	100,469	219,964
2030	45,135	52,902	86,245	42,771	131,380	95,673	227,053
31-35	502,110	216,308	318,065	183,039	820,175	399,347	1,219,522
36-40	316,600	137,501	249,005	122,440	565,605	259,941	825,546
41-45	181,555	86,162	186,010	67,177	367,565	153,339	520,904
46-50	137,565	54,386	158,690	28,393	296,255	82,779	379,034
51-55	124,020	16,353	35,975	2,389	159,995	18,742	178,737
	\$ 1,476,225	\$ 787,017	\$ 1,306,405	\$ 650,561	\$ 2,782,630	\$ 1,437,578	\$ 4,220,208

* Interest requirements have been computed for hedged variable rate bonds using the associated fixed swap rates and for unhedged variable rate bonds using interest rates in effect at March 31, 2025.

** Also see Note 11 – Derivatives.

Events of Default

Significant finance-related events of default with respect to the Corporation's outstanding housing, non-housing, and direct placement bonds include a failure to repay principal at stated maturity or upon redemption; a failure to pay interest when due; and a continued failure to comply with, or default in the performance or observance of, certain other covenants, agreements or conditions in the Indenture 45 days after having received written notice thereof.

Conduit Debt

From time to time, the Corporation has issued debt to assist private-sector entities in the acquisition or construction of facilities that help the Corporation fulfill its mission of making housing affordable for all Alaskans. The bonds are secured by the properties financed and are payable from rents, payments received on the underlying mortgage loans, as well as tax credits, grants and other subsidy funding. Neither the Corporation nor the State is obligated in any manner for repayment of the bonds. Accordingly, the bonds and any related assets are not reported as assets or liabilities in the accompanying financial statements.

A summary of all conduit debt as of March 31, 2025, follows (in thousands):

	Maximum Issue Amount	Balance	Remaining Authority
Revenue Bonds, 2024 (Chenana)	\$ 7,470	\$ 7,470	\$ -
Revenue Bonds, 2023 (Spenard East Phase II)	10,000	10,000	-
Revenue Bonds, 2023 (Brewsters MT View 21)	5,500	5,360	140
Revenue Bonds, 2021 (Little Dipper Project)	4,289	4,289	-
Total	\$ 27,259	\$ 27,119	\$ 140

11 DERIVATIVES

The Corporation entered into certain derivatives contracts to reduce its overall cost of capital and protect against the risk of rising interest rates. The Corporation's derivatives consist of interest rate swap agreements entered into in connection with its long-term variable rate bonds. The interest rate swaps are pay-fixed, receive-variable agreements, and were entered into at a cost less than what the Corporation would have paid to issue conventional fixed-rate debt. The swaps are recorded and disclosed as either hedging derivatives or investment derivatives. The synthetic instrument method was used to determine whether or not the derivatives constitute effective hedges. The fair values of the hedgeable derivatives and investment derivatives are presented in the Statement of Net Position, either as a

derivative liability (negative fair value amount) or as a derivative asset (positive fair value amount). If a swap changes from a hedgeable derivative to an investment derivative, the hedge is considered terminated and the accumulated change in fair value is no longer deferred but recognized as a revenue item.

AHFC categorizes its fair value measurements within the fair value hierarchy established by Generally Accepted Accounting Principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

The fair value amounts, obtained from mark to market statements from the respective counterparties and reconciled to present value calculations done by the Corporation, represent mid-market valuations that approximate the current economic value using market averages, reference rates, and/or mathematical models. These measurements are Level 2 inputs. Actual trade prices may vary significantly from these estimates as a result of various factors, which may include (but are not limited to) portfolio composition, current trading intentions, prevailing credit spreads, market liquidity, hedging costs and risks, position size, transaction and financing costs, and the use of capital profit. The fair value represents the current price to settle swap assets or liabilities in the marketplace if a swap were to be terminated.

The Corporation's interest rate swaps require that if the ratings on the associated bonds fall to "BBB+/Baa1", the Corporation would have to post collateral of up to 100 percent of the swap's fair value. As of March 31, 2025, the Corporation had not posted any collateral and was not required to post any collateral.

Hedging Derivatives

The significant terms and credit ratings of the Corporation's hedging derivatives as of March 31, 2025, are shown below:

Related Bond Issue	Effective Date	Fixed Rate Paid	Variable Rate Received	Swap Termination Date	Counterparty Credit Rating ⁵
GP01B ²	08/02/01	4.1127%	67% of 1M Fallback Rate (SOFR) ¹	12/01/30	A+/Aa1
E021A ³	10/09/08	2.9800%	70% of 3M Fallback Rate (SOFR) ¹	06/01/32	AA-/Aa2
E071AB ³	05/31/07	3.7345%	70% of 3M Fallback Rate (SOFR) ¹	12/01/41	AA-/Aa2
E071BD ³	05/31/07	3.7200%	70% of 3M Fallback Rate (SOFR) ¹	12/01/41	AA-/Aa2
E091A ³	05/28/09	3.7610%	70% of 3M Fallback Rate (SOFR) ¹	12/01/40	A+/Aa2
E091B ³	05/28/09	3.7610%	70% of 3M Fallback Rate (SOFR) ¹	12/01/40	AA-/Aa2
E091ABD ³	05/28/09	3.7400%	70% of 3M Fallback Rate (SOFR) ¹	12/01/40	AA-/Aa2
SC19A ⁴	06/01/19	3.2220%	100% of 1M Fallback Rate (SOFR) ¹	12/01/29	A/Aa3

1. SOFR-Secured Overnight Finance Rate

2. Governmental Purpose Bonds

3. Home Mortgage Revenue Bonds

4. State Capital Project Bonds II

5. Standard & Poor's/Moody's

The change in fair value and ending balance of the hedging derivatives as of March 31, 2025, is shown below (in thousands). The fair value is reported as a deferred outflow / inflow of resources in the Statement of Net Position.

Related Bond Issue	Notional Amounts	Present Values	Fair Value		Change in Fair Value
			March 31, 2025	June 30, 2024	
GP01B	\$ 28,800	\$ 30,092	\$ (1,292)	\$ (1,276)	\$ (16)
E021A	22,545	22,737	(192)	39	(231)
E071AB	115,077	123,192	(8,115)	(7,597)	(518)
E071BD	76,718	82,084	(5,366)	(5,022)	(344)
E091A	61,595	65,859	(4,264)	(3,972)	(292)
E091B	61,595	65,859	(4,264)	(3,972)	(292)
E091ABD	82,125	87,734	(5,609)	(5,218)	(391)
SC19A	140,000	136,768	3,232	6,207	(2,975)
	\$ 588,455	\$ 614,325	\$ (25,870)	\$ (20,811)	\$ (5,059)

As of March 31, 2025, debt service requirements of the Corporation's outstanding variable-rate debt and net swap payments are displayed in the following schedule (in thousands). As interest rates vary, variable-rate bond interest payments and net swap payments will also vary.

Fiscal Year Ending June 30,	VRDO Principal	VRDO Interest	Swap Net Payments	Total Payments
2025	\$ 11,350	\$ 9,547	\$ 276	\$ 21,173
2026	23,495	18,640	460	42,595
2027	24,630	17,937	332	42,899
2028	25,820	17,231	195	43,246
2029	27,045	16,413	53	43,511
2030-2034	268,405	42,477	6,073	316,955
2035-2039	141,660	20,862	3,737	166,259
2040-2044	66,050	2,468	440	68,958
	<u>\$ 588,455</u>	<u>\$ 145,575</u>	<u>\$ 11,566</u>	<u>\$ 745,596</u>

Credit Risk

As of March 31, 2025, the Corporation was exposed to credit risk on its State Capital Project Bonds II 2019 Series A, to the extent of the associated swap's positive fair value of \$3,232,000. The Corporation was not exposed to credit risk on its remaining swap agreements because these swaps all have negative fair values.

The Corporation's swap agreements require full collateralization of the fair value amount of a swap should the swap counterparty's rating fall to "BBB+/Baa1".

The Corporation currently has swap agreements with five separate counterparties. Approximately 60.9% of the total notional amount of the swaps is held with two counterparties rated "AA-/Aa2". Another 23.8.0% of the total notional amount of the swaps is held with another counterparty rated "A/Aa3". Of the remaining swaps, the counterparties are rated "A+/Aa2" and "A+/Aa1", approximating 10.5% and 4.9% respectively, of the total notional amount of the swaps.

Interest Rate Risk

The Corporation is exposed to interest rate risk on all of its interest rate swaps. As underlying indices such as SOFR or SIFMA change, the Corporation's net payment on its swaps will also change accordingly.

Basis Risk

The Corporation is exposed to basis risk when the variable payment received on an interest rate swap is based on an index that differs from the index on which the Corporation's variable-rate payment to its bondholders is based. In such instance, the float payment received from the swap counterparty may not fully offset the variable rate paid on the bonds.

As of March 31, 2025, the Corporation's interest rate swaps were based on the SOFR index, while its variable rate bonds were based on SOFR or SIFMA indexes.

The relative ratios among such indices have fluctuated since the Corporation's swap agreements became effective and will continue to do so as market conditions change.

Termination Risk

Termination risk is the risk of an unscheduled termination of a swap prior to its planned maturity. If any of the swaps are terminated, the associated floating rate bonds would no longer carry synthetic fixed interest rates and the Corporation would be exposed to interest rate risk on the bond. This risk is mitigated by the fact that the termination payment could be used to enter into an identical swap at the termination date of the existing swap. Further, if any of the swaps have a negative fair value at termination, the Corporation would be liable to the counterparty for payments equal to the swaps' fair value. The Corporation or the counterparty may terminate any of the swaps if the other party fails to perform under the terms of the agreement, including downgrades and events of default.

Rollover Risk

Rollover risk occurs when there is a mismatch in the amortization of the swap versus the amortization of the floating rate bonds. The Corporation has structured the swaps to amortize at the same rate as scheduled or anticipated reductions in the associated floating rate bonds outstanding.

12 OTHER CURRENT LIABILITIES

Other Current Liabilities as of March 31, 2025, are composed of the accounts and balances as follows (in thousands):

Other Current Liabilities	March 31, 2025
Accounts Payable	\$ 1,544
Accrued Payroll	9,262
Lease Liability	90
Other Miscellaneous Liabilities	862
Service Fees Payables	879
Unearned Grant Revenue	67,072
Total	<u>\$ 79,709</u>

13 LONG TERM LIABILITIES

Activity for the nine months ended March 31, 2025, is summarized in the following schedule (in thousands):

	June 30, 2024	Additions	Reductions	March 31, 2025	Due Within One Year
Total bonds and notes payable	\$ 2,618,772	\$ 329,599	\$ (78,651)	\$ 2,869,720	\$ 97,090
Net Pension liability	34,162	-	-	34,162	-
Compensated absences	3,052	2,725	(2,517)	3,260	2,701
Lease liability	7,648	575	(6,890)	1,333	90
Other liabilities	204	221	(215)	210	-
Total long-term liabilities	<u>\$ 2,663,838</u>	<u>\$ 333,120</u>	<u>\$ (88,273)</u>	<u>\$ 2,908,685</u>	<u>\$ 99,881</u>

14 SHORT TERM DEBT

The Corporation has a taxable commercial paper program. Commercial paper is used to refund certain tax-exempt debt until new debt replaces it. Individual maturities range up to 270 days from date of issuance. The maximum aggregate outstanding principal balance authorized by the Corporation's Board of Directors is \$150,000,000. The lowest yield during the nine months ended March 31, 2025, was 4.35% and the highest, 5.37%.

Short term debt activity for the nine months ended March 31, 2025, is summarized in the following schedule (in thousands):

	June 30, 2024	Additions	Reductions	March 31, 2024
Commercial paper	\$ 46,542	\$ 15,639	\$ (54,355)	\$ 7,826
Unamortized discount	(604)	(362)	885	(81)
Commercial paper, net	<u>\$ 45,938</u>	<u>\$ 15,277</u>	<u>\$ (53,470)</u>	<u>\$ 7,745</u>

15 DEFERRED INFLOWS OF RESOURCES

The Government Accounting Standards Board has defined deferred inflows of resources as the acquisition of resources that are applicable to a future period. As of March 31, 2025, AHFC recognized a combined total deferred inflows of \$17,603,000 as follows:

- Other Post-Employment Benefits ("OPEB") related deferred inflows totaled \$715,000, consisting of the sum of a) the difference of actuarial benefit assumptions vs. actual benefit experience in the amount of \$108,000 b) the net effect of changes in actuarial assumptions in the amount of \$589,000 and c) changes in proportional contribution levels among participating employers totaling \$18,000.

- Lease-related deferred inflows totaled \$13,656,000, consisting of one or more leases with local charitable organizations totaling \$49,000, with the Corporation's affordable housing subsidiary, the Alaska Corporation for Affordable Housing, totaling \$3,153,000, and the Pacillo Parking Garage lease in the amount of \$10,454,000.
- Derivatives-related deferred inflows totaled \$3,232,000.

16 TRANSFERS

Transfers for the nine months ended March 31, 2025, are summarized in the following schedule (in thousands):

	From					Total
	Administrative Fund	Grant Programs	Mortgage or Bond Programs	Other Funds or Programs	Alaska Corporation for Affordable Housing	
T						
O						
Administrative Fund	\$ -	-	\$ 504,127	\$ 7,598	\$ -	\$ 511,725
Grant Programs	16,596	-	-	-	-	16,596
Mortgage or Bond Programs	531,045	-	-	-	-	531,045
Other Funds or Programs	9,702	-	-	-	-	9,702
Alaska Corporation for Affordable Housing	1,011	-	-	-	-	1,011
Total	\$ 558,354	-	\$ 504,127	\$ 7,598	\$ -	\$ 1,070,079

Transfers are used to:

1. Move cash between the Administrative Fund and the Mortgage or Bond Programs to subsidize debt service payments or satisfy bond indenture requirements;
2. Move mortgages between the Administrative Fund and the Mortgage or Bond Programs;
3. Record expenditures paid on behalf of the Grant Programs, the Mortgage or Bond Programs, and the Other Funds or Programs by the Administrative Fund;
4. Move cash and mortgages between various Mortgage or Bond Programs; or
5. Record any non-reimbursable expenditures paid by the Administrative Fund on behalf of ACAH and cash transferred between the Administrative Fund and ACAH.

17 OTHER CREDIT ARRANGEMENTS

The Corporation currently has certain outstanding debt obligations in relation to which it has entered into standby bond purchase agreements ("SBPAs") to guarantee the payment of debt service in the event of unremarketed tenders. Additionally, in June 2022, the Corporation entered into a direct-pay letter of credit ("D-LOC") which guarantees the purchase of unremarketed tenders and the payment of regular debt service with respect to the Corporation's \$200 million State Capital Project Bonds II, 2022 Series A, and a \$200 million standby LOC ("S-LOC") to further secure debt issued under the State Capital Project Bonds II indenture and the Corporation's Commercial Paper Notes program.

As of March 31, 2025, the Corporation had the following available unused credit lines (in thousands):

	Credit Type	Counterparty Short-Term Ratings		Available Unused Lines of Credit
		S&P	Moody's	
Home Mortgage Revenue Bonds, 2002 Series A	SBPA	A-1+	P-1	\$ 22,545
Home Mortgage Revenue Bonds, 2007 Series A, B, D	SBPA	A-1+	P-1	191,795
Home Mortgage Revenue Bonds, 2009 Series A	SBPA	A-1+	P-1	68,440
Home Mortgage Revenue Bonds, 2009 Series B	SBPA	A-1+	P-1	68,440
Home Mortgage Revenue Bonds, 2009 Series D	SBPA	A-1+	P-1	68,435
Governmental Purpose Bonds, 2001 Series A & B	SBPA	A-1+	P-1	52,370
State Capital Project Bonds II, 2022 Series A	D-LOC	A-1	P-1	200,000
State Capital Project Bonds II & Commercial Paper	S-LOC	A-1	P-1	200,000
Total				<u>\$ 872,025</u>

18 YIELD RESTRICTION AND ARBITRAGE REBATE

Most mortgages purchased with the proceeds of tax-exempt mortgage revenue bonds issued by the Corporation are subject to interest-rate yield restrictions of 1.125% to 1.500% over the yield of the bonds. These restrictions are in effect over the lives of the bonds.

Non-mortgage investments made under the Corporation's tax-exempt mortgage revenue bond programs are subject to rebate provisions or restricted as to yields. The rebate provisions require that a calculation be performed every five years and upon full retirement of the bonds to determine the amount, if any, of excess yield earned. As of March 31, 2025, no rebate payments were due to the Internal Revenue Service, but the Corporation accrued the following rebate-related liabilities net of receivable:

Bond Issue	March 31, 2025
Collateralized Bonds (Veterans Mortgage Program), 2023 First Series	\$ 26,000
General Mortgage Revenue Bonds II, 2022 Series AB	374,000
General Mortgage Revenue Bonds II, 2022 Series C	69,000
General Mortgage Revenue Bonds II, 2024 Series ABC	<u>43,000</u>
Total liabilities	512,000
Less receivable: Governmental Purpose Bonds, 2001 Series AB	<u>(911,000)</u>
Net total	<u>\$ (399,000)</u>

19 STATE AUTHORIZATIONS AND COMMITMENTS

The Corporation uses its assets to fund certain housing and non-housing capital projects identified by the State. The aggregate amount expected to be funded by the Corporation was expressed by the following language of legislative intent included in the fiscal year 1996 capital appropriation bill, enacted in 1995.

"The Legislature intends to ensure the prudent management of the Alaska Housing Finance Corporation to protect its excellent debt rating by the nation's financial community and to preserve its valuable assets of the State. To accomplish its goal, the sum of withdrawals for transfer to the general fund and for expenditure on corporate funded capital projects should not exceed the Corporation's net income for the preceding fiscal year."

The projected amounts stated in the legislative intent language were based on the Corporation's financial operating plan and represent the total amount of anticipated State transfers and capital expenditures rather than projected "net income". The following table shows the cumulative total of all dividends due and payable to the State since 1991, and the remaining commitment as of March 31, 2025 (in thousands):

	Dividend Due to State	Expenditures	Remaining Commitments
State General Fund Transfers	\$ 799,514	\$ (788,948)	\$ 10,566
State Capital Projects Debt Service	517,697	(513,682)	4,015
State of Alaska Capital Projects	294,915	(270,488)	24,427
AHFC Capital Projects	671,832	(573,237)	98,595
Total	\$ 2,283,958	\$ (2,146,355)	\$ 137,603

Transfer Plan with the State

The 1998 Legislature authorized the Corporation to finance state capital projects through the issuance of up to \$224,000,000 in bonds. Debt service payments on such bonds are categorized as transfers pursuant to the Transfer Plan. That legislation also extended the term of the Transfer Plan by stating the Legislature's intent that the Corporation transfer to the State (or expend on its behalf) an amount not to exceed \$103,000,000 in each fiscal year through fiscal year 2006, again stating that, to protect the Corporation and its bond rating, in no fiscal year should such amount exceed the Corporation's net income for the preceding fiscal year. The bond proceeds are allocated to agencies and municipalities subject to specific legislative appropriation.

The 2000 Legislature adopted legislation authorizing the issuance of bonds in sufficient amounts to fund the construction of various State capital projects, and extended the Transfer Plan (as described above) through fiscal year 2008. The 2002 Legislature authorized the issuance of capital project bonds for the renovation and deferred maintenance of the Corporation's Public Housing facilities. The 2004 Legislature adopted legislation authorizing the additional issuance of bonds in sufficient amounts to fund the construction of various State capital projects. The bond proceeds are allocated to agencies and municipalities subject to specific legislative appropriation.

The Corporation has issued \$196,345,000 principal amount of State Capital Project Bonds pursuant to the 1998 Act, \$74,535,000 principal amount of State Capital Project Bonds pursuant to the 2000 Act, \$60,250,000 principal amount of State Capital Project Bonds pursuant to the 2002 Act, and \$45,000,000 principal amount of bonds under the State Capital Project agreement pursuant to the 2004 Act, and has completed its issuance authority under the Acts. The payment of principal and interest on these bonds will be included in future capital budgets of the Corporation. Debt service payments on such bonds are categorized as transfers pursuant to the Transfer Plan.

The Twenty-Third Legislature in 2003 enacted SCS HB 256 (the "2003 Act") which added language to the Alaska Statutes to modify and incorporate the Transfer Plan. The Corporation and the State view the 2003 Act as an indefinite, sustainable continuation of the Transfer Plan. As approved and signed into law by the Governor and modified by the Twenty-Fourth Legislature in 2006 with SB 236, the 2003 Transfer Plan calls for annual transfers that will not exceed the lesser of 75% of the adjusted change in net position for the fiscal year two years prior to the current fiscal year or \$103,000,000 less debt service on certain State Capital Project Bonds, less any legislative appropriation of the Corporation's unrestricted, unencumbered funds other than appropriations of the Corporation's operating budget.

20 HOUSING GRANTS AND SUBSIDIES EXPENSES

The grant programs are funded from HUD, federal, State and Corporate proceeds. The Corporation paid grants to third parties for the following programs (in thousands):

	March 31, 2025
Beneficiaries and Special Needs Housing	\$ 1,877
Competitive Grants for Public Housing	16
Continuum of Care Homeless Assistance	1,341
COVID-19 American Rescue Plan Act - Homeless Assistance	8,607
COVID-19 American Rescue Plan Act - Homeowner Assistance	84
COVID-19 American Rescue Plan Act	734
COVID-19 American Rescue Plan Act-Tribal	13
Domestic Violence	1,542
Discharge Incentive grant - Operating	147
Emergency Housing Vouchers (EHV)	989
Emergency Shelter Grant (ESG)	150
Energy Efficiency Monitoring Research	409

Energy Efficient Weatherization	1,363
Energy Residential Program	40
Fairbanks Affordable Housing Project	4,622
Foster Youth to Independence	75
HOME Investment Partnership	3,776
Homeless Assistance Program (HAP)	5,508
Housing Choice Vouchers	27,486
Housing Choice Voucher - Mainstream	461
Housing Grants - Other Agencies	22
Housing Loan Program	2,316
Housing Opportunities for Persons with AIDS	490
Housing Trust Fund	2,223
Low Income Weatherization Assistance	2,883
Low Income Home Energy Assistance	1,134
Neighborhood Stabilization Program	29
Non-Elderly Disabled (NED)	283
Parolees (TBRA)	114
PVE SEP Diamond Shamrock	60
Re-entry Housing & Support	135
Resilient and Efficient Codes - Capital	50
Returning Home	60
Section 811 Rental Housing Assistance	371
Section 8 Rehabilitation	427
Senior Citizen Housing Development Grant	845
Supplemental Housing Grant	3,059
Veterans Affairs Supportive Housing	2,267
Victims of Human Trafficking	177
Youth (TBRA)	<u>51</u>
Total Housing Grants and Subsidies Expenses	<u><u>\$ 76,236</u></u>

A sum of \$13,000,000, from the Corporation's Moving to Work ("MTW") Demonstration Program reserves in HUD, was transferred to ACAH to assist in funding the Fairbanks Affordable Housing Project, a multifamily housing project. ACAH advanced these funds to Fairbanks Affordable Housing, LLC in the form of a loan agreement, payable on earliest date or September 1, 2079. Interest and principal are payable at the interest rate of 3.14% annually.

A sum of \$8,000,000, from the Corporation's MTW Demonstration Program reserves in HUD, was transferred to ACAH to assist in funding the Valdez Affordable Housing Project, a multifamily housing project. ACAH advanced \$7,192,000 of the funds to Valdez Affordable Housing, LLC in the form of a loan agreement, payable on earliest date or December 31, 2065. Interest and principal are payable at the interest rate at .55% annually.

In addition to grant payments made, the Corporation advanced grant funds of \$27,544,000, and committed to third parties a sum of \$80,762,000 in grant awards as of March 31, 2025.

21 PENSION AND POST-EMPLOYMENT HEALTHCARE PLANS

Description of Plans

As of March 31, 2025, all regular employees of the Corporation who work more than fifteen hours per week participate in the Alaska Public Employees' Retirement System ("PERS"). PERS administers the State of Alaska Public Employees' Retirement System Defined Benefit Retirement Plan, which includes both pension and post-employment healthcare plans for all employees hired prior to July 1, 2006. The defined benefit plan was an agent multiple-employer, statewide plan until July 1, 2008, when Senate Bill 125 converted the plan to a multiple-employer cost-sharing plan.

PERS also administers the State of Alaska Public Employees' Retirement System Defined Contribution Retirement Plan, which includes both pension and post-employment healthcare plans for all employees hired on or after July 1, 2006.

PERS is administered by the State. Benefits and contributions provisions are established by Chapter 35 of Alaska Statute Title 39, and may be amended only by state legislature. Amendments do not affect existing employees.

PERS audited financial statements are available at www.doa.alaska.gov/drb.

Defined Benefit (“DB”) Pension and Post-Employment Healthcare Plans (Employees hired prior to July 1, 2006)

Employee Benefits:

Employees hired prior to July 1, 1986, with five or more years of credited service are entitled to annual pension benefits beginning at normal retirement age 55 or early retirement age 50. The normal pension benefit is equal to 2% of the member's three-year highest average monthly compensation for the first ten years of service and for all service prior to July 1, 1986, 2¼% for the second ten years of service and 2½% for all remaining years of service. Employees with 30 or more years of credited service may retire at any age and receive a normal benefit. The plan pays the retiree medical plan premium and provides death and disability benefits.

Employees hired between July 1, 1986, and June 30, 1996, with five or more years of credited service are entitled to annual pension benefits beginning at normal retirement age 60 or early retirement age 55. The normal pension benefit is equal to 2% of the member's three-year highest average monthly compensation for the first ten years of service, 2¼% for the second ten years of service and 2½% for all remaining years of service. Employees with 30 or more years of credited service may retire at any age and receive a normal benefit. The plan does not pay the retiree medical plan premium for retirees under the age of 60 unless the retiree has 30 years of credited service. The employee may elect to pay the full premium cost for medical coverage.

Employees hired between July 1, 1996, and June 30, 2006, with five or more years of credited service are entitled to annual pension benefits beginning at normal retirement age 60 or early retirement age 55. The normal pension benefit is equal to 2% of the member's five-year highest average monthly compensation for the first ten years of service, 2¼% for the second ten years of service and 2½% for all remaining years of service. Employees with 30 or more years of credited service may retire at any age and receive a normal benefit. The plan does not pay the retiree medical plan premium for retirees with less than 10 years of service at age 60. The employee may elect to pay the full premium cost for medical coverage.

This plan was closed to new entrants as of June 30, 2006.

The Defined Benefit Pension and Post-Employment Healthcare Plan issues financial reports that are available to the public on the SOA website: alaska.gov/drb/employer/resources/gasb.html.

Funding Policy:

Under State law, covered employees are required to contribute 6.75% of their annual covered salary to the pension plan and are not required to contribute to the post-employment healthcare plan.

Under State law, the Corporation is required to contribute 22.00% of annual covered salary. For fiscal year 2025, 22.00% of covered salary is for the pension plan and 0% is for the post-employment healthcare plan.

Under AS39.35.255, the State funds 4.76%, the difference between the actuarial required contribution of 26.76% for fiscal year 2025 and the employer rate of 22.00%.

The Corporation's contributions to the Defined Benefit pension plan for the nine months ended March 31, 2025, totaled \$1,090,000.

Pension Liability:

The pension liability for the nine months ended March 31, 2025 is not available at this time.

For the year ended June 30, 2024, the Corporation reported a liability for its proportionate share of net pension liability of \$34,162,000. This amount reflected State pension support provided to the Corporation of \$11,386,000. The total net pension liability associated with the Corporation was \$45,548,000.

The net pension liability for the June 30, 2023 measurement date, and the total pension liability used to calculate the new pension liability was determined by an actuarial valuation as of June 30, 2022, and rolled forward to June 30, 2023.

Pension Expense:

The pension expense for the nine months ended March 31, 2025 is not available at this time.

For the year ended June 30, 2024, the Corporation recognized pension expense of \$3,249,000 and revenue of 705,000 for support provided by the State.

Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions:

The deferred outflow of resources and deferred inflow of resources for the nine months ended March 31, 2025 are not available at this time.

For the year ended June 30, 2024, the Corporation's deferred outflows of resources related to pension expense of \$3,363,000 were due to a change in proportion and difference between employer contributions of \$892,000 and contributions to the pension plan subsequent to the measurement date of \$2,471,000. The Corporation's deferred inflows of resources related to pension is zero.

Contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability for the year ending June 30, 2025. The amounts recognized as deferred outflows of resources and deferred inflows of resources will be recognized in pension expense as follows (in thousands):

Year Ended June 30,	Deferred Outflows of Resources	Deferred Inflows of Resources	Total
2025	\$ 2,133	\$ -	\$ 2,133
2026	(748)	-	(748)
2027	2,024	-	2,024
2028	(46)	-	(46)
	<u>\$ 3,363</u>	<u>\$ -</u>	<u>\$ 3,363</u>

Pension Employer Contributions:

In 2024, the Corporation was credited with the following contributions to the PERS plan:

	Measurement Period Corporation FY23	Measurement Period Corporation FY22
Employer PERS contributions	\$ 3,550,000	\$ 2,918,000

Pension and OPEB Actuarial Assumptions:

The total pension and OPEB Liability for the fiscal year ending June 30, 2024, was determined by an actuarial valuation as of June 30, 2022, rolled forward to the measurement date of June 30, 2023. The valuation was prepared assuming an inflation rate of 2.50%. Salary increases were determined by grading by service to range from 6.75% to 2.85%. The investment rate of return was calculated at 7.25%, net of pension and OPEB plan investment expenses, based on an average inflation rate of 2.50% and a real return of 4.75%.

Mortality rates were based on the Pub-2010 General Employee table, amount-weighted, and projected with MP-2021 general improvement. Deaths are assumed to result from occupational causes 35% to the time.

The long-term expected rate of return on pension and OPEB plans investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension and OPEB plans investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Best estimates of arithmetic real rates of return, excluding the inflation component of 2.50%, for each major asset class included in the OPEB plans' target asset allocation are summarized in the following table:

Asset Class	Long-term Expected Real Rate of Return
Broad Domestic Equity	6.17%
Global Equity (non-U.S.)	6.55%
Aggregate Bonds	1.63%
Opportunistic	0.00%
Real Assets	4.87%
Private Equity	11.57%
Cash Equivalents	0.49%

Pension Discount rate:

The discount rate used to measure the total pension liability was 7.25%. The projection of cash flows used to determine the discount rate assumed that the Corporation and non-employer State contributions will continue to follow the current

funding policy, which meets State statutes. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Corporation's proportionate share of the net pension liability to changes in the discount rate:

The following presents the Corporation's proportionate share of the net pension liability using the discount rate of 7.25% and what it would be if the discount was 1% lower (6.25%) or 1% higher (8.25%), (in thousands).

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Corporation's proportionate share of the net pension liability	\$ 45,862	\$ 34,162	\$ 24,279

Defined Contribution ("DC") Pension and Post-Employment Healthcare Plans (Employees hired on or after July 1, 2006):

Employee Benefits:

Defined Contribution Pension Plan participants (PERS Tier IV) participate in the Occupational Death and Disability Plan ("ODD"), and the Retiree Medical Plan ("RM"). Information on these plans is included in the comprehensive annual financial report for the PERS Plan noted above. These plans provide for death, disability, and post-employment healthcare benefits.

There is no retirement age set, however taxes and penalties may apply if withdrawn prior to age 59 ½. Retirement benefits are equal to the Defined Contribution account balance plus interest. The employee may direct the investment of the account if so desired. The account balance is 100% of the employee's contribution plus 25% of the Corporation's contribution after two years of service, 50% of the Corporation's contribution after three years of service, 75% of the Corporation's contribution after four years of service, and 100% of the Corporation's contribution after 5 years of service. The plan pays a portion of the retiree medical plan premium if the retiree retires directly from the plan and is eligible for Medicare. The portion of premium paid by the plan is determined by years of service.

Funding Policy:

Under State law, covered employees are required to contribute 8% of their annual covered salary to the pension plan and are not required to contribute to the post-employment healthcare plan. Employer contribution rates for fiscal year 2025 are as follows:

	Other Tier IV
Pension Employer Contribution	5.00%
Occupational Death and Disability Benefits (ODD)	0.24%
Retiree Medical	0.83%
Total OPEB	1.07%
Total Contribution Rates	6.07%

Under State law, the Corporation is required to contribute 22% of annual covered salary. For fiscal year 2025, 6.07% of covered salary is split between 5.00% for the pension plan and 1.07% for the post-employment healthcare plan. Then, to offset additional individual post-employment healthcare cost, an annual flat dollar amount of \$2,386.80, representing 3% of total annual covered compensation in the Plan for each full-time employee, and \$1.53 per hour for part-time employees, is deposited in a Health Reimbursement Arrangement ("HRA") Account for each covered employee per AS 39.30.370.

Additionally, if the total amount that the Corporation has contributed for the defined contribution pension and post-employment healthcare plans is less than 22% of covered payroll after the HRA contributions, the Corporation must pay that additional amount. This additional amount is used to reduce the defined benefit plan's unfunded liability. For the nine months ended March 31, 2025, the Corporation paid additional contributions of \$1,058,000. All of the contributions were for the defined benefit pension as of March 31, 2025.

The contributions to the pension plan for the nine months ended March 31, 2025, by the employees totaled \$977,000 and by the Corporation totaled \$602,000.

The contributions to Other Post-Employment Benefits ("OPEB") plan by the Corporation for the nine months ended March 31, 2025, totaled \$128,000.

The Corporation contributed \$361,000 to a Health Reimbursement Arrangement for nine months ended March 31, 2025

The Defined Contribution Pension and Post Employment Healthcare Plan issues financial reports that are available to the public on the SOA website: alaska.gov/drb/employer/resources/gasb.html.

Other Post-Employment Benefits (“OPEB”) Defined Benefit and Defined Contribution Plans

The Corporation did not contribute to the defined benefit post-employment healthcare plan for the nine months ended March 31, 2025, and for the year ended June 30, 2024.

OPEB Employer Contribution Rate:

In 2024, the Corporation was credited with the following contributions to the OPEB plan:

	Measurement Period Corporation FY23	Measurement Period Corporation FY22
Employer contributions DB	\$ 44,000	\$ 585,000
Employer contributions DC RM	150,000	135,000
Employer contributions DC ODD	41,000	39,000
Total Contributions	\$ 235,000	\$ 759,000

Changes in Benefit Assumptions Since the Prior Valuation of OPEB:

The actuarial assumptions used in the June 30, 2022 actuarial valuation were rolled forward to the June 30, 2023 measurement date. The actuarial assumptions used in the June 30, 2022 actuarial valuation, were based on the results of an actuarial experience study for the period from July 1, 2017 to June 30, 2021. The new assumptions were adopted to better reflect expected future experience and became effective June 30, 2022:

1. For DC RM and PERS Alaska Retiree Healthcare Trust (“ARHT”) per capita claims costs were updated to reflect recent experience.
2. For all of the plans the amount included in the Normal Cost for administrative expenses was updated to reflect the most recent two years of actual administrative expenses paid from plan assets.

OPEB healthcare cost trend rates:

Healthcare cost trend model has been adopted by the Society of Actuaries, and has been populated with assumptions that are specific to the State of Alaska. The following table shows the rate used by actuaries to project the cost from the shown fiscal year to the next fiscal year.

	Medical Pre-65	Medical Post-65	Prescription Drugs/ Employer Group Waiver Plan (EGWP)
FY23	7.00%	5.50%	7.50%
FY24	6.70%	5.50%	7.20%
FY25	6.40%	5.40%	6.90%
FY26	6.20%	5.40%	6.65%
FY27	6.05%	5.35%	6.35%
FY28	5.85%	5.35%	6.10%
FY29	5.65%	5.30%	5.80%
FY30	5.45%	5.30%	5.55%
FY31-FY38	5.30%	5.30%	5.30%
FY39	5.25%	5.25%	5.25%
FY40	5.20%	5.20%	5.20%
FY41	5.10%	5.10%	5.10%
FY42	5.05%	5.05%	5.05%
FY43	4.95%	4.95%	4.95%
FY44	4.90%	4.90%	4.90%
FY45	4.80%	4.80%	4.80%
FY46	4.75%	4.75%	4.75%
FY47	4.70%	4.70%	4.70%
FY48	4.60%	4.60%	4.60%

FY49	4.55%	4.55%	4.55%
FY50+	4.50%	4.50%	4.50%

Key Elements of OPEB formula:

Liability and contributions shown in the report are computed using the Entry Age Normal Actuarial Cost Method. Projected pension and postemployment healthcare benefits were determined for all active members. Cost factors designed to produce annual costs as a constant percentage of each member's expected compensation in each year from the assumed entry age to the assumed retirement age were applied to the projected benefits to determine the normal cost (the portion of the total cost of the plan allocated to the current year under the method). The normal cost is determined by summing intermediate results for active members and determining an average normal cost rate, which is then related to the total payroll of active members. The actuarial accrued liability for active members (the portion of the total cost of the plan allocated to prior years under the method) was determined as the excess of the actuarial present value of projected benefits over the actuarial present value of future normal costs.

The actuarial accrued liability for retired members, their beneficiaries currently receiving benefits, terminated vested members and disabled members not yet receiving benefits was determined as the actuarial present value of the benefits expected to be paid. No future normal costs are payable for these members.

The actuarial accrued liability under this method at any point in time is the theoretical amount of the fund that would have been accumulated had annual contributions equal to the normal cost been made in prior years (it does not represent the liability for benefits accrued to the valuation date). The unfunded actuarial accrued liability is the excess of the actuarial accrued liability over the actuarial value of plan assets measured on the valuation date.

Post-employment healthcare benefits:

For DB plan major medical benefits are provided to retirees and their surviving spouses by PERS for all employees hired before July 1, 1986, (Tier 1) and disabled retirees. Employees hired after June 30, 1986, (Tier 2) and their surviving spouses with five years of credited service (or ten years of credited service for those first hired after June 30, 1996, (Tier 3)) must pay the full monthly premium if they are under age sixty and will receive benefits paid by PERS if they are over age sixty. Tier 3 Members with between five and ten years of credited service must pay the full monthly premium regardless of their age. Tier 2 and Tier 3 members with less than five years of credited service are not eligible for post-employment healthcare benefits. Tier 2 members, who are receiving a conditional benefit and are age eligible, are eligible for post-employment healthcare benefits. Employees and their surviving spouses with thirty years of membership service receive benefits paid by PERS, regardless of their age or date of hire.

Medical, prescription drug, dental, vision and audio coverage is provided through the AlaskaCare Retiree Health Plan. Health plan provisions do not vary by retirement tier or age, except for Medicare coordination. Surviving spouses continue coverage only if a pension payment form that provided survivor benefits was elected. Where premiums are required prior to age 60, the valuation bases this payment upon the age of the retiree.

Starting in 2022, prior authorization will be required for certain special medications for all participants, while certain preventive benefits for pre-Medicare participants will now be covered by the plan.

Of those benefit recipients who are eligible for the COLA, 65% are assumed to remain in Alaska and receive COLA. 50%-75% of assumed inflation, or 1.25% and 1.875%, respectively, is valued for the annual automatic Post-Retirement Pension Adjustment ("PRPA").

For DC RM and DC ODD retirement eligibility: must retire from the plan and have 30 years of service or be eligible for Medicare and have 10 years of service. Once member becomes eligible for Medicare, the required contribution follows a set plan schedule. The plan's coverage is supplemental to Medicare, referred to in the industry as exclusion coordination. Medicare payment is deducted from the Medicare allowable expense and plan parameters are applied to the remaining amount. Starting in 2019, the prescription drug coverage will be through a Medicare Part D Employer Group Waiver Plan ("EGWP") arrangement. The premium for dependents who are not eligible for Medicare aligns with the member's subsidy. While a member is not Medicare-eligible, premiums are 100% of the estimated cost. Occupational Disability and Death benefit are 40% of salary at date of qualifying event. Medicare exclusion coordination applies to ODD benefits.

OPEB Asset: The total net OPEB asset and total net liability for the nine months ended March 31, 2025, are not available at this time.

For the year ended June 30, 2024, the total net OPEB Asset associated with the Corporation was \$15,848,000 and the total net OPEB Liability associated with the Corporation was zero.

For the year ended June 30, 2024, the Corporation reported an asset for its proportionate share of the net OPEB Asset ("NOA") that reflected an increase for State OPEB support provided to the Corporation. The amount recognized by the Corporation for its proportional share, the related State proportion, and the total were as follows:

Corporation's proportionate share Net OPEB Asset:	2024
Corporation's proportionate share of NOA – DB	\$ 15,124,000
Corporation's proportionate share of NOA – DC RM	380,000
Corporation's proportionate share of NOA – DC ODD	344,000
Total Net OPEB Asset	\$ 15,848,000

The net OPEB asset was measured as of June 30, 2023, and the total OPEB asset used to calculate the new OPEB asset was determined by an actuarial valuation as of June 30, 2022, and rolled forward to June 30, 2023.

Corporation's proportionate share of the net OPEB Asset:	June 30, 2022 Measurement Date Employer Proportion	June 30, 2023 Measurement Date Employer Proportion	Change
DB	0.68783%	0.65731%	(0.03052%)
DC RM	0.79810%	0.80048%	0.00238%
DC ODD	0.67357%	0.66985%	(0.00372%)

Changes in Benefit Provisions Since Prior Valuation of OPEB:

There have been no changes in PERS DCR benefit provisions valued since the prior valuation.

OPEB Expense:

For the year ended June 30, 2024, the Corporation recognized a reduction of OPEB expense of \$1,693,000 and no support provided by the State.

Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB:

For the year ended June 30, 2024, the Corporation reported deferred outflows of resources and deferred inflow of resources related to OPEB from the following sources (in thousands):

Year Ended June 30, 2024	Deferred Outflows of Resources	Deferred Inflows of Resources
Contributions subsequent to the measurement date	\$ 2,678	\$ -
Difference between expected and actual experience	43	(108)
Difference between projected and actual investment earnings	728	-
Changes in assumptions	41	(589)
Changes in proportion and differences between employer contributions	122	(18)
Total Deferred Outflows and Deferred Inflows	\$ 3,612	\$ (715)

Deferred outflows of resources related to OPEB resulting from contributions of \$2,678 reported subsequent to the measurement date, will be recognized as a reduction of the net OPEB liability in the year ended June 30, 2025. Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows (in thousands):

Year Ended June 30,	Total
2025	\$ 2,168
2026	(700)
2027	1,642
2028	(115)
2029	(53)
Thereafter	(45)
	\$ 2,897

OPEB Discount rate:

The discount rate used to measure the total OPEB liability was 7.25%. The projection of cash flows used to determine the discount rate assumed that the Corporation and non-employer State contributions will continue to follow the current funding policy, which meets State statutes. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability in accordance with the method prescribed by GASB Statement No. 74.

Sensitivity of the Corporation's proportionate share of the net OPEB asset to changes in the discount rate:

The following presents the Corporation's proportionate share of the net OPEB asset using the discount rate of 7.25% and what it would be if the discount was 1-percentage-point (6.25%) lower or 1-percentage-point higher (8.25%), (in thousands).

Corporation's proportionate share of the net OPEB Liability (asset):	Proportional Share	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
DB plan	0.65731%	\$ (10,053)	\$ (15,124)	\$ (19,384)
DC RM plan	0.80048%	\$ (13)	\$ (380)	\$ (660)
DC ODD plan	0.66985%	\$ (323)	\$ (344)	\$ (360)

Sensitivity of the net OPEB liability to changes in the healthcare cost trend rate:

The following presents the Corporation's net OPEB liability using current healthcare cost trend rates and comparing to a 1% increase and a 1% decrease of current healthcare costs trend rates, (in thousands).

Corporation's proportionate share of the net OPEB Liability (asset):	Proportional Share	1% Decrease	Current Discount Rate	1% Increase
DB plan	0.65731%	\$ (19,872)	\$ (15,124)	\$ (9,471)
DC RM plan	0.80048%	\$ (698)	\$ (380)	\$ (47)
DC ODD plan	0.66985%	n/a	\$ (344)	n/a

OPEB plan's fiduciary net position:

All information regarding the Plan's assets, deferred outflow/inflow of resources, liabilities and fiduciary net position can be found in the PERS financial statements that are available to the public on the SOA website: <http://doa.alaska.gov/drb/employer/resources/gasb.html#.YMPxY6hKg2x>.

Annual Postemployment Healthcare Cost:

The annual postemployment healthcare cost for the nine months ended March 31, 2025, is not available at this time.

For the year ended June 30, 2024, the Corporation recognized \$474,000 in DC OPEB costs. These amounts were recognized as expense.

22 OTHER COMMITMENTS AND CONTINGENCIES

Medical Self Insurance

During the fiscal year ended June 30, 1998, the Corporation began a program of self-insurance for employee medical benefits. Costs are billed directly to the Corporation by an Administrative Services Provider that processes all of the claims from the employees and their dependents. The Corporation has purchased a stop-loss policy that limits its liability to \$200,000 per employee per year. The Corporation provided an estimate of the incurred but not reported (IBNR) liability based on historic trends. Changes in the balances for the claims liabilities for the prior and current fiscal years are as follows (in thousands):

	June 30, 2024	March 31, 2025
Claims liabilities, beginning balance	\$ 3,013	\$ 2,468
Incurred claims	7,701	7,519
Claims payments	(8,246)	(7,610)
Claims liabilities, ending balance	\$ 2,468	\$ 2,377

Litigation

The Corporation, in the normal course of its activities, is involved in various claims and pending litigation, the outcome of which is not presently determinable. In the opinion of management, the disposition of these matters is not presently expected to have a material adverse effect on the Corporation's financial statements.

Contingent Liabilities

The Corporation participates in several federally assisted programs. These programs are subject to program compliance audits and adjustment by the grantor agencies or their representatives. Any disallowed claims, including amounts already collected, would become a liability of the Administrative Fund. In management's opinion, disallowance, if any, will be immaterial.

Subsequent Events

On April 4, 2025, the Corporation closed its \$9,000,000 Revenue Bonds, 2025 (Valdez Affordable Housing Project), a conduit bond issued to finance a loan to Valdez Affordable Housing, LLC, for the development of the Valdez Affordable Housing Project, a qualified residential rental project consisting of approximately 20 units in Valdez, Alaska. Such bonds do not constitute an indebtedness of the Corporation or the State of Alaska, but are instead payable solely from revenues received under the loan agreement among the Corporation, as Issuer; First National Bank Alaska, as Lender; and Valdez Affordable Housing, LLC, as Borrower.

Effective April 1, 2025, the Corporation reduced its standby LOC with Sumitomo Mitsui Banking Corporation from \$200,000,000 to \$180,000,000 and extended its expiration date to April 1, 2030. Additionally, on April 30, 2025, the Corporation entered into a \$140,000,000 standby LOC with the Royal Bank of Canada, acting through its New York Branch to further support self-liquidity by providing funds for the purchase of the Corporation's Commercial Paper Notes and certain variable rate State Capital Project Bonds II which are tendered and not remarketed and which are supported by Self-Liquidity.

23 RISK MANAGEMENT

The Corporation is exposed to various risk of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. These risks are covered by various commercial insurance policies and contractual risk transfers. When the Corporation enters into agreements, contracts or grants, it requires insurance from the party with which the Corporation is doing business. This ensures that the party can adequately sustain any loss exposure, so the Corporation is not first in line in case of a loss. There have been no significant reductions in insurance coverage from the prior fiscal year, and settlements have not exceeded insurance coverage during the past three years.

REQUIRED SUPPLEMENTARY INFORMATION

Schedule of the Corporation's Proportionate Share of the Net Pension Liability (in thousands):

	2024	2023	2022	2021	2020
The Corporation's proportion of the net pension liability (asset)	0.658830%	0.692310%	0.783070%	0.629770%	0.656900%
The Corporation's proportionate share of the net pension liability (asset)	\$ 34,162	\$ 35,286	\$ 28,727	\$ 37,164	\$ 35,960
State's proportionate share of the net pension liability (asset) associated with the Corporation	11,386	9,767	3,891	15,376	14,276
Total	\$ 45,548	\$ 45,053	\$ 32,618	\$ 52,540	\$ 50,236
The Corporation's covered employee payroll	\$ 7,948	\$ 8,888	\$ 9,602	\$ 10,681	\$ 11,680
The Corporation's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	429.83%	397.02%	299.18%	347.94%	307.88%
Plan fiduciary net position as a percentage of the total pension liability	68.23%	67.97%	76.46%	61.61%	63.42%
	2019	2018	2017	2016	2015
The Corporation's proportion of the net pension liability (asset)	0.714740%	0.689820%	0.852380%	0.780600%	0.608214%
The Corporation's proportionate share of the net pension liability (asset)	\$ 35,515	\$ 35,660	\$ 47,645	\$ 37,859	\$ 28,368
State's proportionate share of the net pension liability (asset) associated with the Corporation	10,284	13,285	6,003	10,856	22,644
Total	\$ 45,799	\$ 48,945	\$ 53,648	\$ 48,715	\$ 51,012
The Corporation's covered employee payroll	\$ 12,583	\$ 13,817	\$ 15,252	\$ 16,314	\$ 17,189
The Corporation's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	282.24%	258.10%	312.39%	232.06%	165.04%
Plan fiduciary net position as a percentage of the total pension liability	65.19%	63.37%	59.55%	63.96%	62.37%

Information in this table is presented based on the Plan measurement date. For June 30, 2024, the plan measurement date is June 30, 2023.

The Plan is reporting no changes in benefit terms from the prior measurement period.

The Plan is reporting no changes in assumptions from the prior measurement period.

REQUIRED SUPPLEMENTARY INFORMATION

Schedule of the Corporation's Contributions to the Pension Plan (in thousands):

	2024	2023	2022	2021	2020
Contractually required contributions	\$ 3,518	\$ 3,448	\$ 2,474	\$ 2,292	\$ 2,561
Contributions in relation to the contractually required contributions	3,518	3,448	2,474	2,292	2,561
Contribution deficiency (excess)	-	-	-	-	-
The Corporation's covered employee payroll	7,217	7,948	8,888	9,602	10,681
Contributions as a percentage of covered-employee payroll	48.75%	43.38%	27.83%	23.87%	23.98%
	2019	2018	2017	2016	2015
Contractually required contributions	\$ 2,727	\$ 2,932	\$ 2,679	\$ 2,475	\$ 2,403
Contributions in relation to the contractually required contributions	2,727	2,932	2,679	2,475	2,403
Contribution deficiency (excess)	-	-	-	-	-
The Corporation's covered employee payroll	11,680	12,583	13,817	15,252	16,314
Contributions as a percentage of covered-employee payroll	23.35%	23.30%	19.39%	16.23%	14.73%

This table reports the Corporation's pension contributions to PERS during fiscal year 2024. These contributions are reported as a deferred outflow of resources on the June 30, 2024, basic financial statements.

This pension table presents 10 years of information.

The Plan is reporting no changes in benefit terms from the prior measurement period.

The Plan is reporting no changes in assumptions from the prior measurement period.

REQUIRED SUPPLEMENTARY INFORMATION

Schedule of the Corporation's Proportionate Share of the Net OPEB Liability (in thousands):

	2024	2023	2022	2021	2020
The Corporation's proportion of the net OPEB liability (asset) for Defined Benefit - Retiree Medical	0.65731%	0.68763%	0.78626%	0.62960%	0.65680%
The Corporation's proportion of the net OPEB liability (asset) for Defined Contribution Pension Plans - Retiree Medical Plan	0.80048%	0.79810%	0.76797%	0.74451%	0.69949%
The Corporation's proportion of the net OPEB liability (asset) for Defined Contribution Pension Plans - Occupational Death & Disability Plan	0.66985%	0.67357%	0.64746%	0.60268%	0.55609%
The Corporation's proportionate share of the net OPEB liability (asset)	\$ (15,848)	\$ (14,102)	\$ (20,661)	\$ (2,963)	\$ 1,007
State's proportionate share of the net OPEB liability (asset) associated with the Corporation	(5,091)	(3,868)	(2,642)	(1,183)	388
Total	<u>\$ (20,939)</u>	<u>\$ (17,970)</u>	<u>\$ (23,303)</u>	<u>\$ (4,146)</u>	<u>\$ 1,395</u>
The Corporation's covered employee payroll	\$ 21,649	\$ 21,489	\$ 20,850	\$ 20,890	\$ 20,775
The Corporation's proportionate share of the net OPEB liability (asset) as a percentage of its covered-employee payroll	(69.70%)	(65.14%)	(96.15%)	(14.21%)	4.82%
Defined Benefit - Retiree Medical Plan fiduciary net position as a percentage of the total OPEB liability	133.96%	128.51%	135.54%	106.15%	98.13%
Defined Contribution - Retiree Medical Plan fiduciary net position as a percentage of the total OPEB liability	124.29%	120.08%	115.10%	95.23%	83.17%
Defined Contribution - Occupational Death & Disability Plan fiduciary net position as a percentage of the total OPEB liability	349.24%	348.80 %	374.22%	283.80%	297.43%

Information in this table is presented based on the Plan measurement date. For June 30, 2024, the plan measurement date is June 30, 2023.

This OPEB table is intended to present 10 years of information. Additional years will be added to the schedule as they become available.

Defined Benefit - Retiree Medical Plan is reporting no changes in benefit terms from the prior measurement period.

The Plan is reporting no changes in assumptions from the prior measurement period.

Defined Contribution Pension Plans (Retiree Medical Plan and Occupational Death & Disability Plan) are reporting the following changes in benefit terms from the prior measurement period:

– Updated non-Medicare eligible dependent coverage premiums to reflect subsidy when the member is Medicare-eligible.

– Updated factors used to adjust the defined benefit plan costs to reflect adopted Defined Contribution Retiree Medical plan design.

Schedule of the Corporation's Proportionate Share of the Net OPEB Liability (in thousands) (cont.):

	2019	2018	2017
The Corporation's proportion of the net OPEB liability (asset) for Defined Benefit - Retiree Medical	0.71458%	0.68992%	0.85265%
The Corporation's proportion of the net OPEB liability (asset) for Defined Contribution Pension Plans - Retiree Medical Plan	0.71095%	0.70310%	0.66252%
The Corporation's proportion of the net OPEB liability (asset) for Defined Contribution Pension Plans - Occupational Death & Disability Plan	0.71095%	0.70310%	0.66252%
The Corporation's proportionate share of the net OPEB liability (asset)	\$ 7,286	\$ 5,765	\$ 9,752
State's proportionate share of the net OPEB liability (asset) associated with the Corporation	2,12	2,173	-
Total	<u>\$ 9,415</u>	<u>\$ 7,939</u>	<u>\$ 9,752</u>
The Corporation's covered employee payroll	\$ 20,629	\$ 21,133	\$ 21,629
The Corporation's proportionate share of the net OPEB liability (asset) as a percentage of its covered-employee payroll	35.32%	27.28%	45.09%
Defined Benefit - Retiree Medical Plan fiduciary net position as a percentage of the total OPEB liability	88.12%	89.68%	85.45%
Defined Contribution - Retiree Medical Plan fiduciary net position as a percentage of the total OPEB liability	88.71%	93.98%	86.82%
Defined Contribution - Occupational Death & Disability Plan fiduciary net position as a percentage of the total OPEB liability	270.62%	212.97%	245.29%

Information in this table is presented based on the Plan measurement date. For June 30, 2024, the plan measurement date is June 30, 2023.

This OPEB table is intended to present 10 years of information. Additional years will be added to the schedule as they become available.

Defined Benefit - Retiree Medical Plan is reporting no changes in benefit terms from the prior measurement period.

The Plan is reporting no changes in assumptions from the prior measurement period.

Defined Contribution Pension Plans (Retiree Medical Plan and Occupational Death & Disability Plan) are reporting the following changes in benefit terms from the prior measurement period:

– Updated non-Medicare eligible dependent coverage premiums to reflect subsidy when the member is Medicare-eligible.

– Updated factors used to adjust the defined benefit plan costs to reflect adopted Defined Contribution Retiree Medical plan design.

REQUIRED SUPPLEMENTARY INFORMATION

Schedule of the Corporation's Contributions to the OPEB Plan (in thousands):

	2024	2023	2022	2021	2020	2019	2018	2017
Contractually required contributions	\$ 678	\$ 623	\$ 1,609	\$ 1,712	\$ 1,520	\$ 1,434	\$ 1,287	\$ 1,689
Contributions in relation to the contractually required contributions	678	623	1,609	1,712	1,520	1,434	1,287	1,689
Contribution deficiency (excess)	-	-	-	-	-	-	-	-
The Corporation's covered employee payroll	22,738	21,649	21,489	20,850	20,890	20,775	20,629	21,133
Contributions as a percentage of covered-employee payroll	2.98%	2.88%	7.49%	8.21%	7.28%	6.90%	6.24%	7.99%

This table reports the Corporation's OPEB contributions to SOA during fiscal year 2024. These contributions are reported as a deferred outflow of resources on the June 30, 2024, basic financial statements.

This OPEB table is intended to present 10 years of information. Additional years will be added to the schedule as they become available.

Defined Benefit - Retiree Medical Plan is reporting no changes in benefit terms from the prior measurement period.

Defined Contribution Pension Plans (Retiree Medical Plan and Occupational Death & Disability Plan) are reporting the following changes in benefit terms from the prior measurement period:

- Updated non-Medicare eligible dependent coverage premiums to reflect subsidy when the member is Medicare-eligible.
- Updated factors used to adjust the defined benefit plan costs to reflect adopted Defined Contribution Retiree Medical plan design.

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF NET POSITION

COMBINED - ALL FUNDS

As of March 31, 2025

(in thousands of dollars)

	Administrative Fund	Combined Home Mortgage Revenue Bonds	Combined General Mortgage Revenue Bonds	Combined Collateralized Veterans Mortgage Bonds	Combined Governmental Purpose Bonds
Assets					
Current					
Cash	\$ 31,998	\$ -	\$ -	\$ -	\$ -
Investments	352,573	31,338	53,166	11,345	15,194
Lease receivable	-	-	-	-	-
Accrued interest receivable	2,845	1,985	3,905	874	362
Inter-fund due (to)/from, net	(54,773)	6,156	10,386	2,014	1,399
Mortgage loans, notes and other loans, net	9,909	18,297	32,418	6,541	4,763
Other assets	2,977	-	-	-	-
Intergovernmental receivable, net	130	-	-	-	-
Total current	345,659	57,776	99,875	20,774	21,718
Non current					
Investments	33,424	10,000	13,045	-	-
Lease receivable	-	-	-	-	-
Inter-fund due (to)/from, net	-	-	-	-	-
Mortgage loans, notes and other loans, net	276,763	591,646	1,048,169	211,479	153,999
Capital assets - non-depreciable	2,430	-	-	-	-
Capital assets - depreciable, net	9,514	-	-	-	-
Other assets	3,003	-	-	-	911
OPEB asset	15,848	-	-	-	-
Total non current	340,982	601,646	1,061,214	211,479	154,910
Total assets	686,641	659,422	1,161,089	232,253	176,628
Deferred Outflow Of Resources	6,975	32,575	-	-	1,292
Liabilities					
Current					
Bonds payable	-	16,010	20,360	3,035	7,880
Short term debt	7,745	-	-	-	-
Accrued interest payable	-	4,124	11,031	2,066	570
Other liabilities	11,962	170	261	51	36
Intergovernmental payable	-	-	-	-	-
Total current	19,707	20,304	31,652	5,152	8,486
Non current					
Bonds payable	-	402,976	916,330	155,878	43,361
Other liabilities	1,548	-	486	26	-
Derivative instrument - interest rate swaps	-	27,810	-	-	1,292
Pension liability	34,162	-	-	-	-
Total non current	35,710	430,786	916,816	155,904	44,653
Total liabilities	55,417	451,090	948,468	161,056	53,139
Deferred Inflow Of Resources	715	-	-	-	-
Net Position					
Net investment in capital assets	11,944	-	-	-	-
Restricted by bond resolutions	-	240,907	212,621	71,197	124,781
Restricted by contractual or statutory agreements	147,113	-	-	-	-
Unrestricted or (deficit)	478,427	-	-	-	-
Total net position	\$ 637,484	\$ 240,907	\$ 212,621	\$ 71,197	\$ 124,781

See accompanying notes to the financial statements.

Combined State Capital Project Bonds	Combined Other Programs	Total March 31, 2025
\$ 139	\$ 56,738	\$ 88,875
78,334	1,224	543,174
2,796	3,382	6,178
5,630	1,242	16,843
17,606	17,212	-
42,881	1,580	116,389
-	35,814	38,791
-	9,612	9,742
147,386	126,804	819,992
-	-	56,469
7,362	-	7,362
-	-	-
1,386,470	73,755	3,742,281
-	24,279	26,709
-	38,939	48,453
3,232	266	7,412
-	-	15,848
1,397,064	137,239	3,904,534
1,544,450	264,043	4,724,526
9,663	-	50,505
49,805	-	97,090
-	-	7,745
17,944	-	35,735
295	66,934	79,709
139	-	139
68,183	66,934	220,418
1,254,085	-	2,772,630
-	464	2,524
-	-	29,102
-	-	34,162
1,254,085	464	2,838,418
1,322,268	67,398	3,058,836
13,686	3,202	17,603
-	63,218	75,162
-	-	649,506
-	148,293	295,406
218,159	(18,068)	678,518
\$ 218,159	\$ 193,443	\$ 1,698,592

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF NET POSITION**ADMINISTRATIVE FUND**

As of March 31, 2025

(in thousands of dollars)

Schedule 2

	Administrative Fund	Total March 31, 2025
Assets		
Current		
Cash	\$ 31,998	\$ 31,998
Investments	352,573	352,573
Lease receivable	-	-
Accrued interest receivable	2,845	2,845
Inter-fund due (to)/from, net	(54,773)	(54,773)
Mortgage loans, notes and other loans, net	9,909	9,909
Other assets	2,977	2,977
Intergovernmental receivable, net	130	130
Total current	345,659	345,659
Non current		
Investments	33,424	33,424
Lease receivable	-	-
Inter-fund due (to)/from, net	-	-
Mortgage loans, notes and other loans, net	276,763	276,763
Capital assets - non-depreciable	2,430	2,430
Capital assets - depreciable, net	9,514	9,514
Other assets	3,003	3,003
OPEB asset	15,848	15,848
Total non current	340,982	340,982
Total assets	686,641	686,641
Deferred Outflow Of Resources	6,975	6,975
Liabilities		
Current		
Bonds payable	-	-
Short term debt	7,745	7,745
Accrued interest payable	-	-
Other liabilities	11,962	11,962
Intergovernmental payable	-	-
Total current	19,707	19,707
Non current		
Bonds payable	-	-
Other liabilities	1,548	1,548
Derivative instrument - interest rate swaps	-	-
Pension liability	34,162	34,162
Total non current	35,710	35,710
Total liabilities	55,417	55,417
Deferred Inflow Of Resources	715	715
Net Position		
Net investment in capital assets	11,944	11,944
Restricted by bond resolutions	-	-
Restricted by contractual or statutory agreements	147,113	147,113
Unrestricted or (deficit)	478,427	478,427
Total net position	\$ 637,484	\$ 637,484

See accompanying notes to the financial statements.

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ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF NET POSITION
HOME MORTGAGE REVENUE BONDS

As of March 31, 2025

(in thousands of dollars)

	Home Mortgage Revenue Bonds 2002 A	Home Mortgage Revenue Bonds 2007 A	Home Mortgage Revenue Bonds 2007 B	Home Mortgage Revenue Bonds 2007 D	Home Mortgage Revenue Bonds 2009 A
Assets					
Current					
Cash	\$ -	\$ -	\$ -	\$ -	\$ -
Investments	5,211	2,434	3,027	2,962	4,406
Lease receivable	-	-	-	-	-
Accrued interest receivable	224	211	190	250	284
Inter-fund due (to)/from, net	633	403	449	1,014	599
Mortgage loans, notes and other loans, net	1,799	1,777	1,697	2,463	3,038
Other assets	-	-	-	-	-
Intergovernmental receivable, net	-	-	-	-	-
Total current	7,867	4,825	5,363	6,689	8,327
Non current					
Investments	-	-	-	-	-
Lease receivable	-	-	-	-	-
Inter-fund due (to)/from, net	-	-	-	-	-
Mortgage loans, notes and other loans, net	58,179	57,455	54,883	79,633	98,245
Capital assets - non-depreciable	-	-	-	-	-
Capital assets - depreciable, net	-	-	-	-	-
Other assets	-	-	-	-	-
OPEB asset	-	-	-	-	-
Total non current	58,179	57,455	54,883	79,633	98,245
Total assets	66,046	62,280	60,246	86,322	106,572
Deferred Outflow Of Resources	192	5,055	5,052	6,009	5,451
Liabilities					
Current					
Bonds payable	-	2,310	2,310	2,755	2,875
Short term debt	-	-	-	-	-
Accrued interest payable	144	599	602	714	687
Other liabilities	18	20	16	23	25
Intergovernmental payable	-	-	-	-	-
Total current	162	2,929	2,928	3,492	3,587
Non current					
Bonds payable	21,876	57,790	57,790	68,840	65,565
Other liabilities	-	-	-	-	-
Derivative instrument - interest rate swaps	192	4,238	4,235	5,008	4,732
Pension liability	-	-	-	-	-
Total non current	22,068	62,028	62,025	73,848	70,297
Total liabilities	22,230	64,957	64,953	77,340	73,884
Deferred Inflow Of Resources	-	-	-	-	-
Net Position					
Net investment in capital assets	-	-	-	-	-
Restricted by bond resolutions	44,008	2,378	345	14,991	38,139
Restricted by contractual or statutory agreements	-	-	-	-	-
Unrestricted or (deficit)	-	-	-	-	-
Total net position	\$ 44,008	\$ 2,378	\$ 345	\$ 14,991	\$ 38,139

See accompanying notes to the financial statements.

Home Mortgage Revenue Bonds 2009 B	Home Mortgage Revenue Bonds 2009 D	Total March 31, 2025
\$ -	\$ -	\$ -
4,900	8,398	31,338
-	-	-
340	486	1,985
1,073	1,985	6,156
3,211	4,312	18,297
-	-	-
-	-	-
9,524	15,181	57,776
-	10,000	10,000
-	-	-
-	-	-
103,815	139,436	591,646
-	-	-
-	-	-
-	-	-
-	-	-
103,815	149,436	601,646
113,339	164,617	659,422
5,451	5,365	32,575
2,875	2,885	16,010
-	-	-
691	687	4,124
29	39	170
-	-	-
3,595	3,611	20,304
65,565	65,550	402,976
-	-	-
4,732	4,673	27,810
-	-	-
70,297	70,223	430,786
73,892	73,834	451,090
-	-	-
-	-	-
44,898	96,148	240,907
-	-	-
-	-	-
\$ 44,898	\$ 96,148	\$ 240,907

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF NET POSITION
GENERAL MORTGAGE REVENUE BONDS

As of March 31, 2025

(in thousands of dollars)

	General Mortgage Revenue Bonds II 2016 A	General Mortgage Revenue Bonds II 2018 A & B	General Mortgage Revenue Bonds II 2019 A & B	General Mortgage Revenue Bonds II 2020 A & B	General Mortgage Revenue Bonds II 2022 A & B
Assets					
Current					
Cash	\$ -	\$ -	\$ -	\$ -	\$ -
Investments	1,786	5,110	4,955	18,795	6,892
Lease receivable	-	-	-	-	-
Accrued interest receivable	128	369	360	592	474
Inter-fund due (to)/from, net	552	810	1,256	2,490	1,022
Mortgage loans, notes and other loans, net	1,547	2,740	3,392	6,264	5,107
Other assets	-	-	-	-	-
Intergovernmental receivable, net	-	-	-	-	-
Total current	4,013	9,029	9,963	28,141	13,495
Non current					
Investments	-	-	-	13,045	-
Lease receivable	-	-	-	-	-
Inter-fund due (to)/from, net	-	-	-	-	-
Mortgage loans, notes and other loans, net	50,023	88,588	109,678	202,541	165,128
Capital assets - non-depreciable	-	-	-	-	-
Capital assets - depreciable, net	-	-	-	-	-
Other assets	-	-	-	-	-
OPEB asset	-	-	-	-	-
Total non current	50,023	88,588	109,678	215,586	165,128
Total assets	54,036	97,617	119,641	243,727	178,623
Deferred Outflow Of Resources	-	-	-	-	-
Liabilities					
Current					
Bonds payable	4,610	2,630	3,715	4,180	880
Short term debt	-	-	-	-	-
Accrued interest payable	276	710	988	1,618	1,371
Other liabilities	13	23	28	49	46
Intergovernmental payable	-	-	-	-	-
Total current	4,899	3,363	4,731	5,847	2,297
Non current					
Bonds payable	26,813	48,550	98,564	176,253	126,812
Other liabilities	-	-	-	-	374
Derivative instrument - interest rate swaps	-	-	-	-	-
Pension liability	-	-	-	-	-
Total non current	26,813	48,550	98,564	176,253	127,186
Total liabilities	31,712	51,913	103,295	182,100	129,483
Deferred Inflow Of Resources	-	-	-	-	-
Net Position					
Net investment in capital assets	-	-	-	-	-
Restricted by bond resolutions	22,324	45,704	16,346	61,627	49,140
Restricted by contractual or statutory agreements	-	-	-	-	-
Unrestricted or (deficit)	-	-	-	-	-
Total net position	\$ 22,324	\$ 45,704	\$ 16,346	\$ 61,627	\$ 49,140

See accompanying notes to the financial statements.

General Mortgage Revenue Bonds II 2022 C	General Mortgage Revenue Bonds II 2024 A,B & C	General Mortgage Revenue Bonds II 2025 A	Total March 31, 2025
\$ -	\$ -	\$ -	\$ -
2,970	11,982	676	53,166
-	-	-	-
352	1,155	475	3,905
758	2,792	706	10,386
2,458	7,582	3,328	32,418
-	-	-	-
-	-	-	-
6,538	23,511	5,185	99,875
-	-	-	13,045
-	-	-	-
-	-	-	-
79,474	245,137	107,600	1,048,169
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
79,474	245,137	107,600	1,061,214
86,012	268,648	112,785	1,161,089
-	-	-	-
-	-	-	-
1,390	2,270	685	20,360
-	-	-	-
1,312	4,207	549	11,031
22	58	22	261
-	-	-	-
2,724	6,535	1,256	31,652
-	-	-	-
83,323	244,355	111,660	916,330
69	43	-	486
-	-	-	-
-	-	-	-
83,392	244,398	111,660	916,816
86,116	250,933	112,916	948,468
-	-	-	-
-	-	-	-
(104)	17,715	(131)	212,621
-	-	-	-
-	-	-	-
\$ (104)	\$ 17,715	\$ (131)	\$ 212,621

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

Schedule 5
STATEMENT OF NET POSITION
COLLATERALIZED VETERANS MORTGAGE BONDS

As of March 31, 2025

(in thousands of dollars)

	Collateralized Bonds, 2016 1st & 2nd Series	Collateralized Bonds, 2019 1st & 2nd Series	Collateralized Bonds, 2023 1st Series	Collateralized Bonds, 2024 1st Series	Total March 31, 2025
Assets					
Current					
Cash	\$ -	\$ -	\$ -	\$ -	\$ -
Investments	1,239	6,211	1,326	2,569	11,345
Lease receivable	-	-	-	-	-
Accrued interest receivable	65	272	216	321	874
Inter-fund due (to)/from, net	283	528	738	465	2,014
Mortgage loans, notes and other loans, net	834	2,076	1,441	2,190	6,541
Other assets	-	-	-	-	-
Intergovernmental receivable, net	-	-	-	-	-
Total current	2,421	9,087	3,721	5,545	20,774
Non current					
Investments	-	-	-	-	-
Lease receivable	-	-	-	-	-
Inter-fund due (to)/from, net	-	-	-	-	-
Mortgage loans, notes and other loans, net	26,954	67,115	46,594	70,816	211,479
Capital assets - non-depreciable	-	-	-	-	-
Capital assets - depreciable, net	-	-	-	-	-
Other assets	-	-	-	-	-
OPEB asset	-	-	-	-	-
Total non current	26,954	67,115	46,594	70,816	211,479
Total assets	29,375	76,202	50,315	76,361	232,253
Deferred Outflow Of Resources	-	-	-	-	-
Liabilities					
Current					
Bonds payable	2,150	885	-	-	3,035
Short term debt	-	-	-	-	-
Accrued interest payable	192	117	706	1,051	2,066
Other liabilities	5	18	13	15	51
Intergovernmental payable	-	-	-	-	-
Total current	2,347	1,020	719	1,066	5,152
Non current					
Bonds payable	20,795	10,611	49,900	74,572	155,878
Other liabilities	-	-	26	-	26
Derivative instrument - interest rate swaps	-	-	-	-	-
Pension liability	-	-	-	-	-
Total non current	20,795	10,611	49,926	74,572	155,904
Total liabilities	23,142	11,631	50,645	75,638	161,056
Deferred Inflow Of Resources	-	-	-	-	-
Net Position					
Net investment in capital assets	-	-	-	-	-
Restricted by bond resolutions	6,233	64,571	(330)	723	71,197
Restricted by contractual or statutory agreements	-	-	-	-	-
Unrestricted or (deficit)	-	-	-	-	-
Total net position	\$ 6,233	\$ 64,571	\$ (330)	\$ 723	\$ 71,197

See accompanying notes to the financial statements.

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF NET POSITION**GOVERNMENTAL PURPOSE BONDS**

As of March 31, 2025

(in thousands of dollars)

Schedule 6

	Governmental Purpose Bonds 2001 A & B	Total March 31, 2025
Assets		
Current		
Cash	\$ -	\$ -
Investments	15,194	15,194
Lease receivable	-	-
Accrued interest receivable	362	362
Inter-fund due (to)/from, net	1,399	1,399
Mortgage loans, notes and other loans, net	4,763	4,763
Other assets	-	-
Intergovernmental receivable, net	-	-
Total current	21,718	21,718
Non current		
Investments	-	-
Lease receivable	-	-
Inter-fund due (to)/from, net	-	-
Mortgage loans, notes and other loans, net	153,999	153,999
Capital assets - non-depreciable	-	-
Capital assets - depreciable, net	-	-
Other assets	911	911
OPEB asset	-	-
Total non current	154,910	154,910
Total assets	176,628	176,628
Deferred Outflow Of Resources	1,292	1,292
Liabilities		
Current		
Bonds payable	7,880	7,880
Short term debt	-	-
Accrued interest payable	570	570
Other liabilities	36	36
Intergovernmental payable	-	-
Total current	8,486	8,486
Non current		
Bonds payable	43,361	43,361
Other liabilities	-	-
Derivative instrument - interest rate swaps	1,292	1,292
Pension liability	-	-
Total non current	44,653	44,653
Total liabilities	53,139	53,139
Deferred Inflow Of Resources	-	-
Net Position		
Net investment in capital assets	-	-
Restricted by bond resolutions	124,781	124,781
Restricted by contractual or statutory agreements	-	-
Unrestricted or (deficit)	-	-
Total net position	\$ 124,781	\$ 124,781

See accompanying notes to the financial statements.

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF NET POSITION**STATE CAPITAL PROJECT BONDS**

As of March 31, 2025

(in thousands of dollars)

Schedule 7

	State Capital Project Bonds II	Total March 31, 2025
Assets		
Current		
Cash	\$ 139	\$ 139
Investments	78,334	78,334
Lease receivable	2,796	2,796
Accrued interest receivable	5,630	5,630
Inter-fund due (to)/from, net	17,606	17,606
Mortgage loans, notes and other loans, net	42,881	42,881
Other assets	-	-
Intergovernmental receivable, net	-	-
Total current	147,386	147,386
Non current		
Investments	-	-
Lease receivable	7,362	7,362
Inter-fund due (to)/from, net	-	-
Mortgage loans, notes and other loans, net	1,386,470	1,386,470
Capital assets - non-depreciable	-	-
Capital assets - depreciable, net	-	-
Other assets	3,232	3,232
OPEB asset	-	-
Total non current	1,397,064	1,397,064
Total assets	1,544,450	1,544,450
Deferred Outflow Of Resources	9,663	9,663
Liabilities		
Current		
Bonds payable	49,805	49,805
Short term debt	-	-
Accrued interest payable	17,944	17,944
Other liabilities	295	295
Intergovernmental payable	139	139
Total current	68,183	68,183
Non current		
Bonds payable	1,254,085	1,254,085
Other liabilities	-	-
Derivative instrument - interest rate swaps	-	-
Pension liability	-	-
Total non current	1,254,085	1,254,085
Total liabilities	1,322,268	1,322,268
Deferred Inflow Of Resources	13,686	13,686
Net Position		
Net investment in capital assets	-	-
Restricted by bond resolutions	-	-
Restricted by contractual or statutory agreements	-	-
Unrestricted or (deficit)	218,159	218,159
Total net position	\$ 218,159	\$ 218,159

See accompanying notes to the financial statements.

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ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF NET POSITION
OTHER PROGRAM FUNDS

As of March 31, 2025

(in thousands of dollars)

	Low Rent Program	Market Rate Rental Housing Program	Home Ownership Fund	Senior Housing Revolving Loan Fund	Other Funds or Programs Subtotal
Assets					
Current					
Cash	\$ 16,304	\$ 14,773	\$ -	\$ -	\$ 31,077
Investments	-	-	348	876	1,224
Lease receivable	61	-	-	-	61
Accrued interest receivable	-	-	21	113	134
Inter-fund due (to)/from, net	(1,685)	(1,171)	53	575	(2,228)
Mortgage loans, notes and other loans, net	-	-	407	1,143	1,550
Other assets	2,573	310	-	-	2,883
Intergovernmental receivable, net	865	4	-	-	869
Total current	18,118	13,916	829	2,707	35,570
Non current					
Investments	-	-	-	-	-
Lease receivable	-	-	-	-	-
Inter-fund due (to)/from, net	-	-	-	-	-
Mortgage loans, notes and other loans, net	-	-	13,161	36,944	50,105
Capital assets - non-depreciable	15,482	1,405	-	-	16,887
Capital assets - depreciable, net	24,872	7,893	-	-	32,765
Other assets	19	1	-	-	20
OPEB asset	-	-	-	-	-
Total non current	40,373	9,299	13,161	36,944	99,777
Total assets	58,491	23,215	13,990	39,651	135,347
Deferred Outflow Of Resources	-	-	-	-	-
Liabilities					
Current					
Bonds payable	-	-	-	-	-
Short term debt	-	-	-	-	-
Accrued interest payable	-	-	-	-	-
Other liabilities	965	226	2	9	1,202
Intergovernmental payable	-	-	-	-	-
Total current	965	226	2	9	1,202
Non current					
Bonds payable	-	-	-	-	-
Other liabilities	17	-	-	-	17
Derivative instrument - interest rate swaps	-	-	-	-	-
Pension liability	-	-	-	-	-
Total non current	17	-	-	-	17
Total liabilities	982	226	2	9	1,219
Deferred Inflow Of Resources	49	-	-	-	49
Net Position					
Net investment in capital assets	40,354	9,298	-	-	49,652
Restricted by bond resolutions	-	-	-	-	-
Restricted by contractual or statutory agreements	18,641	14,021	13,988	39,642	86,292
Unrestricted or (deficit)	(1,535)	(330)	-	-	(1,865)
Total net position	\$ 57,460	\$ 22,989	\$ 13,988	\$ 39,642	\$ 134,079

See accompanying notes to the financial statements.

Energy Programs	Section 8 Voucher Programs	Other Grants	COVID-19 Grants	Grant Programs Subtotal	Alaska Corporation for Affordable Housing	Total March 31, 2025
\$ 734	\$ 3,997	\$ -	\$ 14,657	\$ 19,388	\$ 6,273	\$ 56,738
-	-	-	-	-	-	1,224
-	-	-	-	-	3,321	3,382
-	-	-	-	-	1,108	1,242
(1,363)	(1,425)	(6,816)	29,158	19,554	(114)	17,212
-	-	30	-	30	-	1,580
699	671	4,672	22,174	28,216	4,715	35,814
2,741	229	5,773	-	8,743	-	9,612
2,811	3,472	3,659	65,989	75,931	15,303	126,804
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	1,423	-	1,423	(1,423)	-
-	-	903	-	903	22,747	73,755
-	1,832	-	-	1,832	5,560	24,279
-	6,174	-	-	6,174	-	38,939
-	245	-	-	245	1	266
-	-	-	-	-	-	-
-	8,251	2,326	-	10,577	26,885	137,239
2,811	11,723	5,985	65,989	86,508	42,188	264,043
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	219	36	65,471	65,726	6	66,934
-	-	-	-	-	-	-
-	219	36	65,471	65,726	6	66,934
-	-	-	-	-	-	-
-	238	-	-	238	209	464
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	238	-	-	238	209	464
-	457	36	65,471	65,964	215	67,398
-	-	-	-	-	-	-
-	-	-	-	-	3,153	3,202
-	8,006	-	-	8,006	5,560	63,218
-	-	-	-	-	-	-
4,863	9,015	8,872	5,941	28,691	33,310	148,293
(2,052)	(5,755)	(2,923)	(5,423)	(16,153)	(50)	(18,068)
\$ 2,811	\$ 11,266	\$ 5,949	\$ 518	\$ 20,544	\$ 38,820	\$ 193,443

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION

COMBINED - ALL FUNDS

For the Year Ended March 31, 2025

(in thousands of dollars)

	Administrative Fund	Combined Home Mortgage Revenue Bonds	Combined General Mortgage Revenue Bonds	Combined Collateralized Veterans Mortgage Bonds	Combined Governmental Purpose Bonds
Operating Revenues					
Mortgage and loan revenue	\$ 9,690	\$ 18,177	\$ 34,552	\$ 8,727	\$ 3,405
Investment interest	15,006	1,433	2,080	411	513
Net change in the fair value of investments	(286)	434	447	40	196
Total investment revenue	14,720	1,867	2,527	451	709
Grant revenue	33	-	-	-	-
Housing rental subsidies	-	-	-	-	-
Rental revenue	8	-	-	-	-
Gain (loss) on disposal of capital assets	1,388	-	-	-	-
Other revenue	1,274	-	-	-	-
Total operating revenues	27,113	20,044	37,079	9,178	4,114
Operating expenses					
Interest	721	10,154	20,492	4,375	1,657
Mortgage and loan costs	3,318	1,669	2,525	473	364
Bond financing expenses	356	1,133	929	422	150
Provision for loan loss	(375)	(1)	906	926	(5)
Operations and administration	15,317	728	1,210	157	175
Rental housing operating expenses	-	-	-	-	-
Grant expense	22	-	-	-	-
Total operating expenses	19,359	13,683	26,062	6,353	2,341
Operating income (loss)	7,754	6,361	11,017	2,825	1,773
Non-operating expenses and transfers					
Contributions to State of Alaska or State agencies	(3,192)	-	-	-	-
Interfund receipts (payments) for operations	(46,629)	(4,020)	1,173	20,898	(38)
Change in net position	(42,067)	2,341	12,190	23,723	1,735
Net position at beginning of year	679,551	238,566	200,431	47,474	123,046
Net position at end of period	\$ 637,484	\$ 240,907	\$ 212,621	\$ 71,197	\$ 124,781

See accompanying notes to the financial statements.

Combined State Capital Project Bonds	Combined Other Programs	Total March 31, 2025
\$ 54,871	\$ 1,639	\$ 131,061
2,965	1,254	23,662
969	-	1,800
3,934	1,254	25,462
-	95,276	95,309
-	10,288	10,288
-	9,268	9,276
-	(989)	399
-	5,244	6,518
58,805	121,980	278,313
36,934	-	74,333
3,026	104	11,479
1,466	-	4,456
1,228	3,695	6,374
1,264	26,055	44,906
-	11,563	11,563
-	76,232	76,254
43,918	117,649	229,365
14,887	4,331	48,948
-	-	(3,192)
8,905	19,711	-
23,792	24,042	45,756
194,367	169,401	1,652,836
\$ 218,159	\$ 193,443	\$ 1,698,592

ALASKA HOUSING FINANCE CORPORATION

Schedule 10

(A Component Unit of the State of Alaska)

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**ADMINISTRATIVE FUND**

For the Year Ended March 31, 2025

(in thousands of dollars)

	Administrative Fund	Total March 31, 2025
Operating Revenues		
Mortgage and loan revenue	\$ 9,690	\$ 9,690
Investment interest	15,006	15,006
Net change in the fair value of investments	(286)	(286)
Total investment revenue	<u>14,720</u>	<u>14,720</u>
Grant revenue	33	33
Housing rental subsidies	-	-
Rental revenue	8	8
Gain (loss) on disposal of capital assets	1,388	1,388
Other revenue	1,274	1,274
Total operating revenues	<u>27,113</u>	<u>27,113</u>
Operating expenses		
Interest	721	721
Mortgage and loan costs	3,318	3,318
Bond financing expenses	356	356
Provision for loan loss	(375)	(375)
Operations and administration	15,317	15,317
Rental housing operating expenses	-	-
Grant expense	22	22
Total operating expenses	<u>19,359</u>	<u>19,359</u>
Operating income (loss)	<u>7,754</u>	<u>7,754</u>
Non-operating expenses and transfers		
Contributions to State of Alaska or State agencies	(3,192)	(3,192)
Interfund receipts (payments) for operations	(46,629)	(46,629)
Change in net position	(42,067)	(42,067)
Net position at beginning of year	<u>679,551</u>	<u>679,551</u>
Net position at end of period	<u>\$ 637,484</u>	<u>\$ 637,484</u>

See accompanying notes to the financial statements.

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ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
HOME MORTGAGE REVENUE BONDS

For the Year Ended March 31, 2025

(in thousands of dollars)

	Home Mortgage Revenue Bonds 2002 A	Home Mortgage Revenue Bonds 2007 A	Home Mortgage Revenue Bonds 2007 B	Home Mortgage Revenue Bonds 2007 D	Home Mortgage Revenue Bonds 2009 A
Operating Revenues					
Mortgage and loan revenue	\$ 2,049	\$ 1,806	\$ 1,746	\$ 2,383	\$ 2,814
Investment interest	149	88	102	118	184
Net change in the fair value of investments	61	37	27	51	65
Total investment revenue	210	125	129	169	249
Grant revenue	-	-	-	-	-
Housing rental subsidies	-	-	-	-	-
Rental revenue	-	-	-	-	-
Gain (loss) on disposal of capital assets	-	-	-	-	-
Other revenue	-	-	-	-	-
Total operating revenues	2,259	1,931	1,875	2,552	3,063
Operating expenses					
Interest	491	1,459	1,470	1,746	1,659
Mortgage and loan costs	183	166	155	230	265
Bond financing expenses	59	162	144	181	206
Provision for loan loss	1	-	(8)	6	20
Operations and administration	107	76	68	91	104
Rental housing operating expenses	-	-	-	-	-
Grant expense	-	-	-	-	-
Total operating expenses	841	1,863	1,829	2,254	2,254
Operating income (loss)	1,418	68	46	298	809
Non-operating expenses and transfers					
Contributions to State of Alaska or State agencies	-	-	-	-	-
Interfund receipts (payments) for operations	166	238	212	272	311
Change in net position	1,584	306	258	570	1,120
Net position at beginning of year	42,424	2,072	87	14,421	37,019
Net position at end of period	\$ 44,008	\$ 2,378	\$ 345	\$ 14,991	\$ 38,139

See accompanying notes to the financial statements.

Home Mortgage Revenue Bonds 2009 B	Home Mortgage Revenue Bonds 2009 D	Total March 31, 2025
\$ 3,024	\$ 4,355	\$ 18,177
173	619	1,433
62	131	434
235	750	1,867
-	-	-
-	-	-
-	-	-
-	-	-
3,259	5,105	20,044
1,673	1,656	10,154
271	399	1,669
200	181	1,133
2	(22)	(1)
109	173	728
-	-	-
-	-	-
2,255	2,387	13,683
1,004	2,718	6,361
-	-	-
309	(5,528)	(4,020)
1,313	(2,810)	2,341
43,585	98,958	238,566
\$ 44,898	\$ 96,148	\$ 240,907

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
GENERAL MORTGAGE REVENUE BONDS

For the Year Ended March 31, 2025

(in thousands of dollars)

	General Mortgage Revenue Bonds II 2016 A	General Mortgage Revenue Bonds II 2018 A & B	General Mortgage Revenue Bonds II 2019 A & B	General Mortgage Revenue Bonds II 2020 A & B	General Mortgage Revenue Bonds II 2022 A & B
Operating Revenues					
Mortgage and loan revenue	\$ 1,291	\$ 3,865	\$ 3,244	\$ 5,244	\$ 4,431
Investment interest	72	175	185	890	276
Net change in the fair value of investments	-	24	52	151	110
Total investment revenue	72	199	237	1,041	386
Grant revenue	-	-	-	-	-
Housing rental subsidies	-	-	-	-	-
Rental revenue	-	-	-	-	-
Gain (loss) on disposal of capital assets	-	-	-	-	-
Other revenue	-	-	-	-	-
Total operating revenues	1,363	4,064	3,481	6,285	4,817
Operating expenses					
Interest	607	1,254	1,856	2,470	1,873
Mortgage and loan costs	139	252	293	518	443
Bond financing expenses	2	3	6	11	164
Provision for loan loss	(37)	(26)	(22)	(58)	21
Operations and administration	84	121	170	282	176
Rental housing operating expenses	-	-	-	-	-
Grant expense	-	-	-	-	-
Total operating expenses	795	1,604	2,303	3,223	2,677
Operating income (loss)	568	2,460	1,178	3,062	2,140
Non-operating expenses and transfers					
Contributions to State of Alaska or State agencies	-	-	-	-	-
Interfund receipts (payments) for operations	392	489	178	(1,208)	183
Change in net position	960	2,949	1,356	1,854	2,323
Net position at beginning of year	21,364	42,755	14,990	59,773	46,817
Net position at end of period	\$ 22,324	\$ 45,704	\$ 16,346	\$ 61,627	\$ 49,140

See accompanying notes to the financial statements.

General Mortgage Revenue Bonds II 2022 C	General Mortgage Revenue Bonds II 2024 A,B & C	General Mortgage Revenue Bonds II 2025 A	Total March 31, 2025
\$ 3,104	\$ 11,777	\$ 1,596	\$ 34,552
88	389	5	2,080
-	110	-	447
88	499	5	2,527
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
3,192	12,276	1,601	37,079
2,810	9,082	540	20,492
202	605	73	2,525
2	36	705	929
(42)	(50)	1,120	906
110	228	39	1,210
-	-	-	-
-	-	-	-
3,082	9,901	2,477	26,062
110	2,375	(876)	11,017
-	-	-	-
159	235	745	1,173
269	2,610	(131)	12,190
(373)	15,105	-	200,431
\$ (104)	\$ 17,715	\$ (131)	\$ 212,621

ALASKA HOUSING FINANCE CORPORATION
Schedule 13

(A Component Unit of the State of Alaska)

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
COLLATERALIZED VETERANS MORTGAGE BONDS

For the Year Ended March 31, 2025

(in thousands of dollars)

	Collateralized Bonds, 2016 1st & 2nd Series	Collateralized Bonds, 2019 1st & 2nd Series	Collateralized Bonds, 2023 1st Series	Collateralized Bonds, 2024 1st Series	Total March 31, 2025
Operating Revenues					
Mortgage and loan revenue	\$ 677	\$ 2,579	\$ 1,812	\$ 3,659	\$ 8,727
Investment interest	64	184	86	77	411
Net change in the fair value of investments	-	42	(1)	(1)	40
Total investment revenue	64	226	85	76	451
Grant revenue	-	-	-	-	-
Housing rental subsidies	-	-	-	-	-
Rental revenue	-	-	-	-	-
Gain (loss) on disposal of capital assets	-	-	-	-	-
Other revenue	-	-	-	-	-
Total operating revenues	741	2,805	1,897	3,735	9,178
Operating expenses					
Interest	440	218	1,588	2,129	4,375
Mortgage and loan costs	59	174	94	146	473
Bond financing expenses	1	2	7	412	422
Provision for loan loss	(13)	201	1	737	926
Operations and administration	25	59	30	43	157
Rental housing operating expenses	-	-	-	-	-
Grant expense	-	-	-	-	-
Total operating expenses	512	654	1,720	3,467	6,353
Operating income (loss)	229	2,151	177	268	2,825
Non-operating expenses and transfers					
Contributions to State of Alaska or State agencies	-	-	-	-	-
Interfund receipts (payments) for operations	25	21,147	(729)	455	20,898
Change in net position	254	23,298	(552)	723	23,723
Net position at beginning of year	5,979	41,273	222	-	47,474
Net position at end of period	\$ 6,233	\$ 64,571	\$ (330)	\$ 723	\$ 71,197

See accompanying notes to the financial statements.

ALASKA HOUSING FINANCE CORPORATION

Schedule 14

(A Component Unit of the State of Alaska)

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**GOVERNMENTAL PURPOSE BONDS**

For the Year Ended March 31, 2025

(in thousands of dollars)

	Governmental Purpose Bonds 2001 A & B	Total March 31, 2025
Operating Revenues		
Mortgage and loan revenue	\$ 3,405	\$ 3,405
Investment interest	513	513
Net change in the fair value of investments	196	196
Total investment revenue	709	709
Grant revenue	-	-
Housing rental subsidies	-	-
Rental revenue	-	-
Gain (loss) on disposal of capital assets	-	-
Other revenue	-	-
Total operating revenues	4,114	4,114
Operating expenses		
Interest	1,657	1,657
Mortgage and loan costs	364	364
Bond financing expenses	150	150
Provision for loan loss	(5)	(5)
Operations and administration	175	175
Rental housing operating expenses	-	-
Grant expense	-	-
Total operating expenses	2,341	2,341
Operating income (loss)	1,773	1,773
Non-operating expenses and transfers		
Contributions to State of Alaska or State agencies	-	-
Interfund receipts (payments) for operations	(38)	(38)
Change in net position	1,735	1,735
Net position at beginning of year	123,046	123,046
Net position at end of period	\$ 124,781	\$ 124,781

See accompanying notes to the financial statements.

ALASKA HOUSING FINANCE CORPORATION

Schedule 15

(A Component Unit of the State of Alaska)

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**STATE CAPITAL PROJECT BONDS**

For the Year Ended March 31, 2025

(in thousands of dollars)

	State Capital Project Bonds II	Total March 31, 2025
Operating Revenues		
Mortgage and loan revenue	\$ 54,871	\$ 54,871
Investment interest	2,965	2,965
Net change in the fair value of investments	969	969
Total investment revenue	3,934	3,934
Grant revenue	-	-
Housing rental subsidies	-	-
Rental revenue	-	-
Gain (loss) on disposal of capital assets	-	-
Other revenue	-	-
Total operating revenues	58,805	58,805
Operating expenses		
Interest	36,934	36,934
Mortgage and loan costs	3,026	3,026
Bond financing expenses	1,466	1,466
Provision for loan loss	1,228	1,228
Operations and administration	1,264	1,264
Rental housing operating expenses	-	-
Grant expense	-	-
Total operating expenses	43,918	43,918
Operating income (loss)	14,887	14,887
Non-operating expenses and transfers		
Contributions to State of Alaska or State agencies	-	-
Interfund receipts (payments) for operations	8,905	8,905
Change in net position	23,792	23,792
Net position at beginning of year	194,367	194,367
Net position at end of period	\$ 218,159	\$ 218,159

See accompanying notes to the financial statements.

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ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**OTHER PROGRAM FUNDS**

For the Year Ended March 31, 2025

(in thousands of dollars)

	Low Rent Program	Market Rate Rental Housing Program	Home Ownership Fund	Senior Housing Revolving Loan Fund	Other Funds or Programs Subtotal
Operating Revenues					
Mortgage and loan revenue	\$ -	\$ -	\$ 169	\$ 1,039	\$ 1,208
Investment interest	248	224	24	158	654
Net change in the fair value of investments	-	-	-	-	-
Total investment revenue	248	224	24	158	654
Grant revenue	4,094	-	-	-	4,094
Housing rental subsidies	8,393	1,895	-	-	10,288
Rental revenue	7,384	1,832	-	-	9,216
Gain (loss) on disposal of capital assets	(976)	-	-	-	(976)
Other revenue	24	-	-	-	24
Total operating revenues	19,167	3,951	193	1,197	24,508
Operating expenses					
Interest	-	-	-	-	-
Mortgage and loan costs	-	-	20	84	104
Bond financing expenses	-	-	-	-	-
Provision for loan loss	-	-	9	36	45
Operations and administration	10,908	2,550	13	37	13,508
Rental housing operating expenses	9,621	1,907	-	-	11,528
Grant expense	-	-	-	-	-
Total operating expenses	20,529	4,457	42	157	25,185
Operating income (loss)	(1,362)	(506)	151	1,040	(677)
Non-operating expenses and transfers					
Contributions to State of Alaska or State agencies	-	-	-	-	-
Interfund receipts (payments) for operations	1,612	441	14	37	2,104
Change in net position	250	(65)	165	1,077	1,427
Net position at beginning of year	57,210	23,054	13,823	38,565	132,652
Net position at end of period	\$ 57,460	\$ 22,989	\$ 13,988	\$ 39,642	\$ 134,079

See accompanying notes to the financial statements.

Energy Programs	Section 8 Voucher Programs	Other Grants	COVID-19 Grants	Grant Programs Subtotal	Alaska Corporation for Affordable Housing	Total March 31, 2025
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 431	\$ 1,639
21	141	-	283	445	155	1,254
-	-	-	-	-	-	-
21	141	-	283	445	155	1,254
4,864	57,784	10,668	9,866	83,182	8,000	95,276
-	-	-	-	-	-	10,288
-	-	-	-	-	52	9,268
-	(13)	-	-	(13)	-	(989)
-	63	534	-	597	4,623	5,244
4,885	57,975	11,202	10,149	84,211	13,261	121,980
-	-	-	-	-	-	-
-	-	-	-	-	-	104
-	-	-	-	-	-	-
-	-	30	-	30	3,620	3,695
2,649	6,598	2,596	428	12,271	276	26,055
-	35	-	-	35	-	11,563
5,939	33,775	22,458	9,438	71,610	4,622	76,232
8,588	40,408	25,084	9,866	83,946	8,518	117,649
(3,703)	17,567	(13,882)	283	265	4,743	4,331
-	-	-	-	-	-	-
3,577	622	12,397	-	16,596	1,011	19,711
(126)	18,189	(1,485)	283	16,861	5,754	24,042
2,937	(6,923)	7,434	235	3,683	33,066	169,401
\$ 2,811	\$ 11,266	\$ 5,949	\$ 518	\$ 20,544	\$ 38,820	\$ 193,443

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF CASH FLOWS

COMBINED - ALL FUNDS

For the Nine Months Ended March 31, 2025

(in thousands of dollars)

	Administrative Fund	Combined Home Mortgage Revenue Bonds	Combined General Mortgage Revenue Bonds	Combined Collateralized Veterans Mortgage Bonds	Combined Governmental Purpose Bonds
Cash Flows					
Operating activities					
Interest income on mortgages and loans	\$ 10,220	\$ 16,269	\$ 30,893	\$ 7,391	\$ 2,973
Principal receipts on mortgages and loans	11,275	41,940	60,434	14,138	10,364
Disbursements to fund mortgages and loans	(525,489)	-	-	-	-
Receipts (payments) for interfund loan transfers	443,339	(42,691)	(150,311)	(84,593)	(10,353)
Mortgage and loan proceeds receipts	355,119	-	-	-	-
Mortgage and loan proceeds paid to trust funds	(346,537)	-	-	-	-
Payroll-related disbursements	(19,164)	-	-	-	-
Payments for goods and services	(44,388)	-	-	-	-
Receipts from externally funded programs	33	-	-	-	-
Receipts from Federal HAP subsidies	-	-	-	-	-
Payments for Federal HAP subsidies	-	-	-	-	-
Interfund receipts (payments)	(26,227)	-	-	-	-
Grant payments to other agencies	(5)	-	-	-	-
Other operating cash receipts (payments)	1,561	-	-	-	-
Net cash receipts (disbursements)	(140,263)	15,518	(58,984)	(63,064)	2,984
Non-capital financing activities					
Proceeds from bond issuance	-	-	113,059	74,674	-
Principal paid on bonds	-	(8,985)	(20,230)	(2,380)	(3,830)
Payment of bond issuance costs	-	-	(705)	(408)	-
Interest paid on bonds	-	(6,782)	(19,746)	(2,616)	(1,015)
Proceeds from short-term debt issuance	15,440	-	-	-	-
Payment of short term debt	(54,355)	-	-	-	-
Contributions to State of Alaska or State agencies	(3,192)	-	-	-	-
Transfers from (to) other funds	100,085	(5,700)	(783)	(2,002)	-
Net cash receipts (disbursements)	57,978	(21,467)	71,595	67,268	(4,845)
Capital financing activities					
Acquisition of capital assets	(18)	-	-	-	-
Proceeds from the disposal of capital assets	1,400	-	-	-	-
Proceeds from direct financing leases	-	-	-	-	-
Net cash receipts (disbursements)	1,382	-	-	-	-
Investing activities					
Purchase of investments	(2,549,967)	(80,429)	(244,728)	(35,729)	(37,774)
Proceeds from maturity of investments	2,613,442	85,034	230,423	31,118	39,094
Interest received from investments	14,651	1,342	1,568	407	541
Net cash receipts (disbursements)	78,126	5,947	(12,737)	(4,204)	1,861
Net Increase (decrease) in cash	(2,777)	(2)	(126)	-	-
Cash at beginning of year	34,775	2	126	-	-
Cash at end of period	\$ 31,998	\$ -	\$ -	\$ -	\$ -

Combined State Capital Project Bonds	Combined Other Programs	Total March 31, 2025
\$ 50,165	\$ 1,054	\$ 118,965
85,237	3,174	226,562
-	-	(525,489)
(147,791)	(7,600)	-
-	-	355,119
-	-	(346,537)
-	(14,338)	(33,502)
-	(26,917)	(71,305)
-	60,446	60,479
-	27,985	27,985
-	(32,259)	(32,259)
-	26,227	-
-	(45,569)	(45,574)
(56)	18,676	20,181
(12,445)	10,879	(245,375)
143,204	-	330,937
(31,620)	-	(67,045)
(514)	-	(1,627)
(27,453)	-	(57,612)
-	-	15,440
-	-	(54,355)
-	-	(3,192)
(91,600)	-	-
(7,983)	-	162,546
-	(12,118)	(12,136)
-	12	1,412
3,304	-	3,304
3,304	(12,106)	(7,420)
(381,235)	(4,250)	(3,334,112)
396,018	7,428	3,402,557
2,285	1,277	22,071
17,068	4,455	90,516
(56)	3,228	267
195	53,510	88,608
\$ 139	\$ 56,738	\$ 88,875

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF CASH FLOWS

COMBINED - ALL FUNDS

For the Nine Months Ended March 31, 2025

(in thousands of dollars)

	Administrative Fund	Combined Home Mortgage Revenue Bonds	Combined General Mortgage Revenue Bonds	Combined Collateralized Veterans Mortgage Bonds	Combined Governmental Purpose Bonds
Reconciliation					
Operating income (loss) to net cash					
Operating income (loss)	\$ 7,754	\$ 6,361	\$ 11,017	\$ 2,825	\$ 1,773
<i>Adjustments:</i>					
Depreciation expense	803	-	-	-	-
Provision for loan loss	(375)	(1)	906	926	(5)
Net change in the fair value of investments	286	(434)	(447)	(40)	(196)
Interfund receipts (payments) for operations	(46,629)	(4,020)	1,173	20,898	(38)
Interest received from investments	(14,651)	(1,342)	(1,568)	(407)	(541)
Interest paid on bonds and capital notes	-	6,782	19,746	2,616	1,015
<i>Change in assets, liabilities and deferred resources:</i>					
Net (increase) decrease in mortgages and loans	22,417	249	(89,712)	(91,667)	495
Net increase (decrease) in assets, liabilities, and deferred resources	(109,868)	7,923	(99)	1,785	481
Net operating cash receipts (disbursements)	\$ (140,263)	\$ 15,518	\$ (58,984)	\$ (63,064)	\$ 2,984

See accompanying notes to the financial statements.

Combined State Capital Project Bonds	Combined Other Programs	Total March 31, 2025
\$ 14,887	\$ 4,331	\$ 48,948
-	3,982	4,785
1,228	3,695	6,374
(969)	-	(1,800)
8,905	19,711	-
(2,285)	(1,277)	(22,071)
27,453	-	57,612
(123,627)	(7,437)	(289,282)
61,963	(12,126)	(49,941)
\$ (12,445)	\$ 10,879	\$ (245,375)

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF CASH FLOWS**ADMINISTRATIVE FUND**

For the Nine Months Ended March 31, 2025

(in thousands of dollars)

	Administrative Fund	Total March 31, 2025
Cash Flows		
Operating activities		
Interest income on mortgages and loans	\$ 10,220	\$ 10,220
Principal receipts on mortgages and loans	11,275	11,275
Disbursements to fund mortgages and loans	(525,489)	(525,489)
Receipts (payments) for interfund loan transfers	443,339	443,339
Mortgage and loan proceeds receipts	355,119	355,119
Mortgage and loan proceeds paid to trust funds	(346,537)	(346,537)
Payroll-related disbursements	(19,164)	(19,164)
Payments for goods and services	(44,388)	(44,388)
Receipts from externally funded programs	33	33
Receipts from Federal HAP subsidies	-	-
Payments for Federal HAP subsidies	-	-
Interfund receipts (payments)	(26,227)	(26,227)
Grant payments to other agencies	(5)	(5)
Other operating cash receipts (payments)	1,561	1,561
Net cash receipts (disbursements)	(140,263)	(140,263)
Non-capital financing activities		
Proceeds from bond issuance	-	-
Principal paid on bonds	-	-
Payment of bond issuance costs	-	-
Interest paid on bonds	-	-
Proceeds from short-term debt issuance	15,440	15,440
Payment of short term debt	(54,355)	(54,355)
Contributions to State of Alaska or State agencies	(3,192)	(3,192)
Transfers from (to) other funds	100,085	100,085
Net cash receipts (disbursements)	57,978	57,978
Capital financing activities		
Acquisition of capital assets	(18)	(18)
Proceeds from the disposal of capital assets	1,400	1,400
Proceeds from direct financing leases	-	-
Net cash receipts (disbursements)	1,382	1,382
Investing activities		
Purchase of investments	(2,549,967)	(2,549,967)
Proceeds from maturity of investments	2,613,442	2,613,442
Interest received from investments	14,651	14,651
Net cash receipts (disbursements)	78,126	78,126
Net Increase (decrease) in cash	(2,777)	(2,777)
Cash at beginning of year	34,775	34,775
Cash at end of period	\$ 31,998	\$ 31,998

	Administrative Fund	Total March 31, 2025
Reconciliation		
Operating income (loss) to net cash		
Operating income (loss)	\$ 7,754	\$ 7,754
<i>Adjustments:</i>		
Depreciation expense	803	803
Provision for loan loss	(375)	(375)
Net change in the fair value of investments	286	286
Interfund receipts (payments) for operations	(46,629)	(46,629)
Interest received from investments	(14,651)	(14,651)
Interest paid on bonds and capital notes	-	-
<i>Change in assets, liabilities and deferred resources:</i>		
Net (increase) decrease in mortgages and loans	22,417	22,417
Net increase (decrease) in assets, liabilities, and deferred resources	(109,868)	(109,868)
Net operating cash receipts (disbursements)	\$ (140,263)	\$ (140,263)

See accompanying notes to the financial statements.

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF CASH FLOWS
HOME MORTGAGE REVENUE BONDS

For the Nine Months Ended March 31, 2025

(in thousands of dollars)

	Home Mortgage Revenue Bonds 2002 A	Home Mortgage Revenue Bonds 2007 A	Home Mortgage Revenue Bonds 2007 B	Home Mortgage Revenue Bonds 2007 D	Home Mortgage Revenue Bonds 2009 A
Cash Flows					
Operating activities					
Interest income on mortgages and loans	\$ 1,828	\$ 1,605	\$ 1,557	\$ 2,126	\$ 2,502
Principal receipts on mortgages and loans	6,328	3,214	4,162	3,233	6,930
Disbursements to fund mortgages and loans	-	-	-	-	-
Receipts (payments) for interfund loan transfers	(6,550)	(3,094)	(3,288)	(4,201)	(8,562)
Mortgage and loan proceeds receipts	-	-	-	-	-
Mortgage and loan proceeds paid to trust funds	-	-	-	-	-
Payroll-related disbursements	-	-	-	-	-
Payments for goods and services	-	-	-	-	-
Receipts from externally funded programs	-	-	-	-	-
Receipts from Federal HAP subsidies	-	-	-	-	-
Payments for Federal HAP subsidies	-	-	-	-	-
Interfund receipts (payments)	-	-	-	-	-
Grant payments to other agencies	-	-	-	-	-
Other operating cash receipts (payments)	-	-	-	-	-
Net cash receipts (disbursements)	1,606	1,725	2,431	1,158	870
Non-capital financing activities					
Proceeds from bond issuance	-	-	-	-	-
Principal paid on bonds	(1,265)	(1,115)	(1,115)	(1,330)	(1,390)
Payment of bond issuance costs	-	-	-	-	-
Interest paid on bonds	(290)	(972)	(979)	(1,164)	(1,123)
Proceeds from short-term debt issuance	-	-	-	-	-
Payment of short term debt	-	-	-	-	-
Contributions to State of Alaska or State agencies	-	-	-	-	-
Transfers from (to) other funds	-	-	-	-	-
Net cash receipts (disbursements)	(1,555)	(2,087)	(2,094)	(2,494)	(2,513)
Capital financing activities					
Acquisition of capital assets	-	-	-	-	-
Proceeds from the disposal of capital assets	-	-	-	-	-
Proceeds from direct financing leases	-	-	-	-	-
Net cash receipts (disbursements)	-	-	-	-	-
Investing activities					
Purchase of investments	(11,754)	(6,568)	(6,513)	(8,417)	(12,457)
Proceeds from maturity of investments	11,568	6,851	6,084	9,644	13,929
Interest received from investments	135	79	92	109	171
Net cash receipts (disbursements)	(51)	362	(337)	1,336	1,643
Net Increase (decrease) in cash	-	-	-	-	-
Cash at beginning of year	-	-	-	-	-
Cash at end of period	\$ -	\$ -	\$ -	\$ -	\$ -

Home Mortgage Revenue Bonds 2009 B		Home Mortgage Revenue Bonds 2009 D		Total March 31, 2025
\$	2,742	\$	3,909	\$ 16,269
	6,998		11,075	41,940
	-		-	-
	(7,388)		(9,608)	(42,691)
	-		-	-
	-		-	-
	-		-	-
	-		-	-
	-		-	-
	-		-	-
	-		-	-
	-		-	-
	-		-	-
	-		-	-
	2,352		5,376	15,518
	-		-	-
	(1,390)		(1,380)	(8,985)
	-		-	-
	(1,133)		(1,121)	(6,782)
	-		-	-
	-		-	-
	-		-	-
	-		(5,700)	(5,700)
	(2,523)		(8,201)	(21,467)
	-		-	-
	-		-	-
	-		-	-
	-		-	-
	(12,518)		(22,202)	(80,429)
	12,533		24,425	85,034
	156		600	1,342
	171		2,823	5,947
	-		(2)	(2)
	-		2	2
\$	-	\$	-	\$ -

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF CASH FLOWS
HOME MORTGAGE REVENUE BONDS

For the Nine Months Ended March 31, 2025

(in thousands of dollars)

	Home Mortgage Revenue Bonds 2002 A	Home Mortgage Revenue Bonds 2007 A	Home Mortgage Revenue Bonds 2007 B	Home Mortgage Revenue Bonds 2007 D	Home Mortgage Revenue Bonds 2009 A
Reconciliation					
Operating income (loss) to net cash					
Operating income (loss)	\$ 1,418	\$ 68	\$ 46	\$ 298	\$ 809
<i>Adjustments:</i>					
Depreciation expense	-	-	-	-	-
Provision for loan loss	1	-	(8)	6	20
Net change in the fair value of investments	(61)	(37)	(27)	(51)	(65)
Interfund receipts (payments) for operations	166	238	212	272	311
Interest received from investments	(135)	(79)	(92)	(109)	(171)
Interest paid on bonds and capital notes	290	972	979	1,164	1,123
<i>Change in assets, liabilities and deferred resources:</i>					
Net (increase) decrease in mortgages and loans	(133)	45	832	(566)	(1,962)
Net increase (decrease) in assets, liabilities, and deferred resources	60	518	489	144	805
Net operating cash receipts (disbursements)	\$ 1,606	\$ 1,725	\$ 2,431	\$ 1,158	\$ 870

See accompanying notes to the financial statements.

Home Mortgage Revenue Bonds 2009 B	Home Mortgage Revenue Bonds 2009 D	Total March 31, 2025
\$ 1,004	\$ 2,718	\$ 6,361
-	-	-
2	(22)	(1)
(62)	(131)	(434)
309	(5,528)	(4,020)
(156)	(600)	(1,342)
1,133	1,121	6,782
(191)	2,224	249
313	5,594	7,923
\$ 2,352	\$ 5,376	\$ 15,518

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF CASH FLOWS
GENERAL MORTGAGE REVENUE BONDS

For the Nine Months Ended March 31, 2025

(in thousands of dollars)

	General Mortgage Revenue Bonds II 2016 A	General Mortgage Revenue Bonds II 2018 A & B	General Mortgage Revenue Bonds II 2019 A & B	General Mortgage Revenue Bonds II 2020 A & B	General Mortgage Revenue Bonds II 2022 A & B
Cash Flows					
Operating activities					
Interest income on mortgages and loans	\$ 1,166	\$ 3,630	\$ 2,922	\$ 4,706	\$ 3,931
Principal receipts on mortgages and loans	3,583	6,755	7,619	13,288	12,398
Disbursements to fund mortgages and loans	-	-	-	-	-
Receipts (payments) for interfund loan transfers	64	(3,872)	(5,338)	(7,840)	(13,315)
Mortgage and loan proceeds receipts	-	-	-	-	-
Mortgage and loan proceeds paid to trust funds	-	-	-	-	-
Payroll-related disbursements	-	-	-	-	-
Payments for goods and services	-	-	-	-	-
Receipts from externally funded programs	-	-	-	-	-
Receipts from Federal HAP subsidies	-	-	-	-	-
Payments for Federal HAP subsidies	-	-	-	-	-
Interfund receipts (payments)	-	-	-	-	-
Grant payments to other agencies	-	-	-	-	-
Other operating cash receipts (payments)	-	-	-	-	-
Net cash receipts (disbursements)	4,813	6,513	5,203	10,154	3,014
Non-capital financing activities					
Proceeds from bond issuance	-	-	-	-	-
Principal paid on bonds	(3,045)	(3,030)	(3,195)	(4,720)	(1,440)
Payment of bond issuance costs	-	-	-	-	-
Interest paid on bonds	(449)	(1,118)	(1,519)	(2,478)	(2,073)
Proceeds from short-term debt issuance	-	-	-	-	-
Payment of short term debt	-	-	-	-	-
Contributions to State of Alaska or State agencies	-	-	-	-	-
Transfers from (to) other funds	305	365	-	(1,500)	-
Net cash receipts (disbursements)	(3,189)	(3,783)	(4,714)	(8,698)	(3,513)
Capital financing activities					
Acquisition of capital assets	-	-	-	-	-
Proceeds from the disposal of capital assets	-	-	-	-	-
Proceeds from direct financing leases	-	-	-	-	-
Net cash receipts (disbursements)	-	-	-	-	-
Investing activities					
Purchase of investments	(4,879)	(12,629)	(14,269)	(37,193)	(23,333)
Proceeds from maturity of investments	3,189	9,616	13,612	35,253	23,572
Interest received from investments	66	157	168	484	260
Net cash receipts (disbursements)	(1,624)	(2,856)	(489)	(1,456)	499
Net Increase (decrease) in cash	-	(126)	-	-	-
Cash at beginning of year	-	126	-	-	-
Cash at end of period	\$ -	\$ -	\$ -	\$ -	\$ -

General Mortgage Revenue Bonds II 2022 C	General Mortgage Revenue Bonds II 2024 A,B & C	General Mortgage Revenue Bonds II 2025 A	Total March 31, 2025
\$ 2,882	\$ 11,135	\$ 521	\$ 30,893
3,779	12,860	152	60,434
-	-	-	-
358	(8,012)	(112,356)	(150,311)
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
7,019	15,983	(111,683)	(58,984)
-	-	113,059	113,059
(2,220)	(2,580)	-	(20,230)
-	-	(705)	(705)
(2,021)	(10,088)	-	(19,746)
-	-	-	-
-	-	-	-
-	-	-	-
45	-	2	(783)
(4,196)	(12,668)	112,356	71,595
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
(7,097)	(32,298)	(113,030)	(244,728)
4,196	28,631	112,354	230,423
78	352	3	1,568
(2,823)	(3,315)	(673)	(12,737)
-	-	-	(126)
-	-	-	126
\$ -	\$ -	\$ -	\$ -

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF CASH FLOWS
GENERAL MORTGAGE REVENUE BONDS

For the Nine Months Ended March 31, 2025

(in thousands of dollars)

	General Mortgage Revenue Bonds II 2016 A	General Mortgage Revenue Bonds II 2018 A & B	General Mortgage Revenue Bonds II 2019 A & B	General Mortgage Revenue Bonds II 2020 A & B	General Mortgage Revenue Bonds II 2022 A & B
Reconciliation					
Operating income (loss) to net cash					
Operating income (loss)	\$ 568	\$ 2,460	\$ 1,178	\$ 3,062	\$ 2,140
<i>Adjustments:</i>					
Depreciation expense	-	-	-	-	-
Provision for loan loss	(37)	(26)	(22)	(58)	21
Net change in the fair value of investments	-	(24)	(52)	(151)	(110)
Interfund receipts (payments) for operations	392	489	178	(1,208)	183
Interest received from investments	(66)	(157)	(168)	(484)	(260)
Interest paid on bonds and capital notes	449	1,118	1,519	2,478	2,073
<i>Change in assets, liabilities and deferred resources:</i>					
Net (increase) decrease in mortgages and loans	3,645	2,570	2,199	5,764	(2,100)
Net increase (decrease) in assets, liabilities, and deferred resources	(138)	83	371	751	1,067
Net operating cash receipts (disbursements)	\$ 4,813	\$ 6,513	\$ 5,203	\$ 10,154	\$ 3,014

See accompanying notes to the financial statements.

General Mortgage Revenue Bonds II 2022 C	General Mortgage Revenue Bonds II 2024 A,B & C	General Mortgage Revenue Bonds II 2025 A	Total March 31, 2025
\$ 110	\$ 2,375	\$ (876)	\$ 11,017
-	-	-	-
(42)	(50)	1,120	906
-	(110)	-	(447)
159	235	745	1,173
(78)	(352)	(3)	(1,568)
2,021	10,088	-	19,746
4,186	4,952	(110,928)	(89,712)
663	(1,155)	(1,741)	(99)
\$ 7,019	\$ 15,983	\$ (111,683)	\$ (58,984)

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF CASH FLOWS
COLLATERALIZED VETERANS MORTGAGE BONDS

For the Nine Months Ended March 31, 2025

(in thousands of dollars)

	Collateralized Bonds, 2016 1st & 2nd Series	Collateralized Bonds, 2019 1st & 2nd Series	Collateralized Bonds, 2023 1st Series	Collateralized Bonds, 2024 1st Series	Total March 31, 2025
Cash Flows					
Operating activities					
Interest income on mortgages and loans	\$ 626	\$ 2,172	\$ 1,710	\$ 2,883	\$ 7,391
Principal receipts on mortgages and loans	2,802	3,147	3,712	4,477	14,138
Disbursements to fund mortgages and loans	-	-	-	-	-
Receipts (payments) for interfund loan transfers	(1,196)	-	(5,043)	(78,354)	(84,593)
Mortgage and loan proceeds receipts	-	-	-	-	-
Mortgage and loan proceeds paid to trust funds	-	-	-	-	-
Payroll-related disbursements	-	-	-	-	-
Payments for goods and services	-	-	-	-	-
Receipts from externally funded programs	-	-	-	-	-
Receipts from Federal HAP subsidies	-	-	-	-	-
Payments for Federal HAP subsidies	-	-	-	-	-
Interfund receipts (payments)	-	-	-	-	-
Grant payments to other agencies	-	-	-	-	-
Other operating cash receipts (payments)	-	-	-	-	-
Net cash receipts (disbursements)	2,232	5,319	379	(70,994)	(63,064)
Non-capital financing activities					
Proceeds from bond issuance	-	-	-	74,674	74,674
Principal paid on bonds	(1,045)	(1,335)	-	-	(2,380)
Payment of bond issuance costs	-	-	-	(408)	(408)
Interest paid on bonds	(298)	(199)	(1,059)	(1,060)	(2,616)
Proceeds from short-term debt issuance	-	-	-	-	-
Payment of short term debt	-	-	-	-	-
Contributions to State of Alaska or State agencies	-	-	-	-	-
Transfers from (to) other funds	-	(2,290)	-	288	(2,002)
Net cash receipts (disbursements)	(1,343)	(3,824)	(1,059)	73,494	67,268
Capital financing activities					
Acquisition of capital assets	-	-	-	-	-
Proceeds from the disposal of capital assets	-	-	-	-	-
Proceeds from direct financing leases	-	-	-	-	-
Net cash receipts (disbursements)	-	-	-	-	-
Investing activities					
Purchase of investments	(3,488)	(10,232)	(9,421)	(12,588)	(35,729)
Proceeds from maturity of investments	2,539	8,545	10,015	10,019	31,118
Interest received from investments	60	192	86	69	407
Net cash receipts (disbursements)	(889)	(1,495)	680	(2,500)	(4,204)
Net Increase (decrease) in cash	-	-	-	-	-
Cash at beginning of year	-	-	-	-	-
Cash at end of period	\$ -	\$ -	\$ -	\$ -	\$ -

	Collateralized Bonds, 2016 1st & 2nd Series	Collateralized Bonds, 2019 1st & 2nd Series	Collateralized Bonds, 2023 1st Series	Collateralized Bonds, 2024 1st Series	Total March 31, 2025
Reconciliation					
Operating income (loss) to net cash					
Operating income (loss)	\$ 229	\$ 2,151	\$ 177	\$ 268	\$ 2,825
<i>Adjustments:</i>					
Depreciation expense	-	-	-	-	-
Provision for loan loss	(13)	201	1	737	926
Net change in the fair value of investments	-	(42)	1	1	(40)
Interfund receipts (payments) for operations	25	21,147	(729)	455	20,898
Interest received from investments	(60)	(192)	(86)	(69)	(407)
Interest paid on bonds and capital notes	298	199	1,059	1,060	2,616
<i>Change in assets, liabilities and deferred resources:</i>					
Net (increase) decrease in mortgages and loans	1,324	(19,880)	(105)	(73,006)	(91,667)
Net increase (decrease) in assets, liabilities, and deferred resources	429	1,735	61	(440)	1,785
Net operating cash receipts (disbursements)	\$ 2,232	\$ 5,319	\$ 379	\$ (70,994)	\$ (63,064)

See accompanying notes to the financial statements.

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF CASH FLOWS**GOVERNMENTAL PURPOSE BONDS**

For the Nine Months Ended March 31, 2025

(in thousands of dollars)

	Governmental Purpose Bonds 2001 A & B	Total March 31, 2025
Cash Flows		
Operating activities		
Interest income on mortgages and loans	\$ 2,973	\$ 2,973
Principal receipts on mortgages and loans	10,364	10,364
Disbursements to fund mortgages and loans	-	-
Receipts (payments) for interfund loan transfers	(10,353)	(10,353)
Mortgage and loan proceeds receipts	-	-
Mortgage and loan proceeds paid to trust funds	-	-
Payroll-related disbursements	-	-
Payments for goods and services	-	-
Receipts from externally funded programs	-	-
Receipts from Federal HAP subsidies	-	-
Payments for Federal HAP subsidies	-	-
Interfund receipts (payments)	-	-
Grant payments to other agencies	-	-
Other operating cash receipts (payments)	-	-
Net cash receipts (disbursements)	2,984	2,984
Non-capital financing activities		
Proceeds from bond issuance	-	-
Principal paid on bonds	(3,830)	(3,830)
Payment of bond issuance costs	-	-
Interest paid on bonds	(1,015)	(1,015)
Proceeds from short-term debt issuance	-	-
Payment of short term debt	-	-
Contributions to State of Alaska or State agencies	-	-
Transfers from (to) other funds	-	-
Net cash receipts (disbursements)	(4,845)	(4,845)
Capital financing activities		
Acquisition of capital assets	-	-
Proceeds from the disposal of capital assets	-	-
Proceeds from direct financing leases	-	-
Net cash receipts (disbursements)	-	-
Investing activities		
Purchase of investments	(37,774)	(37,774)
Proceeds from maturity of investments	39,094	39,094
Interest received from investments	541	541
Net cash receipts (disbursements)	1,861	1,861
Net Increase (decrease) in cash	-	-
Cash at beginning of year	-	-
Cash at end of period	\$ -	\$ -

	Governmental Purpose Bonds 2001 A & B	Total March 31, 2025
Reconciliation		
Operating income (loss) to net cash		
Operating income (loss)	\$ 1,773	\$ 1,773
<i>Adjustments:</i>		
Depreciation expense	-	-
Provision for loan loss	(5)	(5)
Net change in the fair value of investments	(196)	(196)
Interfund receipts (payments) for operations	(38)	(38)
Interest received from investments	(541)	(541)
Interest paid on bonds and capital notes	1,015	1,015
<i>Change in assets, liabilities and deferred resources:</i>		
Net (increase) decrease in mortgages and loans	495	495
Net increase (decrease) in assets, liabilities, and deferred resources	481	481
Net operating cash receipts (disbursements)	\$ 2,984	\$ 2,984

See accompanying notes to the financial statements.

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF CASH FLOWS**STATE CAPITAL PROJECT BONDS**

For the Nine Months Ended March 31, 2025

(in thousands of dollars)

	State Capital Project Bonds II	Total March 31, 2025
Cash Flows		
Operating activities		
Interest income on mortgages and loans	\$ 50,165	\$ 50,165
Principal receipts on mortgages and loans	85,237	85,237
Disbursements to fund mortgages and loans	-	-
Receipts (payments) for interfund loan transfers	(147,791)	(147,791)
Mortgage and loan proceeds receipts	-	-
Mortgage and loan proceeds paid to trust funds	-	-
Payroll-related disbursements	-	-
Payments for goods and services	-	-
Receipts from externally funded programs	-	-
Receipts from Federal HAP subsidies	-	-
Payments for Federal HAP subsidies	-	-
Interfund receipts (payments)	-	-
Grant payments to other agencies	-	-
Other operating cash receipts (payments)	(56)	(56)
Net cash receipts (disbursements)	(12,445)	(12,445)
Non-capital financing activities		
Proceeds from bond issuance	143,204	143,204
Principal paid on bonds	(31,620)	(31,620)
Payment of bond issuance costs	(514)	(514)
Interest paid on bonds	(27,453)	(27,453)
Proceeds from short-term debt issuance	-	-
Payment of short term debt	-	-
Contributions to State of Alaska or State agencies	-	-
Transfers from (to) other funds	(91,600)	(91,600)
Net cash receipts (disbursements)	(7,983)	(7,983)
Capital financing activities		
Acquisition of capital assets	-	-
Proceeds from the disposal of capital assets	-	-
Proceeds from direct financing leases	3,304	3,304
Net cash receipts (disbursements)	3,304	3,304
Investing activities		
Purchase of investments	(381,235)	(381,235)
Proceeds from maturity of investments	396,018	396,018
Interest received from investments	2,285	2,285
Net cash receipts (disbursements)	17,068	17,068
Net Increase (decrease) in cash	(56)	(56)
Cash at beginning of year	195	195
Cash at end of period	\$ 139	\$ 139

	State Capital Project Bonds II	Total March 31, 2025
Reconciliation		
Operating income (loss) to net cash		
Operating income (loss)	\$ 14,887	\$ 14,887
<i>Adjustments:</i>		
Depreciation expense	-	-
Provision for loan loss	1,228	1,228
Net change in the fair value of investments	(969)	(969)
Interfund receipts (payments) for operations	8,905	8,905
Interest received from investments	(2,285)	(2,285)
Interest paid on bonds and capital notes	27,453	27,453
<i>Change in assets, liabilities and deferred resources:</i>		
Net (increase) decrease in mortgages and loans	(123,627)	(123,627)
Net increase (decrease) in assets, liabilities, and deferred resources	61,963	61,963
Net operating cash receipts (disbursements)	\$ (12,445)	\$ (12,445)

See accompanying notes to the financial statements.

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF CASH FLOWS
OTHER PROGRAM FUNDS

For the Nine Months Ended March 31, 2025

(in thousands of dollars)

	Low Rent Program	Market Rate Rental Housing Program	Home Ownership Fund	Senior Housing Revolving Loan Fund	Other Funds or Programs Subtotal
Cash Flows					
Operating activities					
Interest income on mortgages and loans	\$ -	\$ -	\$ 145	\$ 909	\$ 1,054
Principal receipts on mortgages and loans	-	-	579	2,595	3,174
Disbursements to fund mortgages and loans	-	-	-	-	-
Receipts (payments) for interfund loan transfers	-	-	(1,424)	(6,176)	(7,600)
Mortgage and loan proceeds receipts	-	-	-	-	-
Mortgage and loan proceeds paid to trust funds	-	-	-	-	-
Payroll-related disbursements	(7,312)	(1,487)	-	-	(8,799)
Payments for goods and services	(10,292)	(1,942)	-	-	(12,234)
Receipts from externally funded programs	12,166	2,093	-	-	14,259
Receipts from Federal HAP subsidies	-	-	-	-	-
Payments for Federal HAP subsidies	-	-	-	-	-
Interfund receipts (payments)	64	624	-	-	688
Grant payments to other agencies	-	-	-	-	-
Other operating cash receipts (payments)	7,109	1,585	-	-	8,694
Net cash receipts (disbursements)	1,735	873	(700)	(2,672)	(764)
Non-capital financing activities					
Proceeds from bond issuance	-	-	-	-	-
Principal paid on bonds	-	-	-	-	-
Payment of bond issuance costs	-	-	-	-	-
Interest paid on bonds	-	-	-	-	-
Proceeds from short-term debt issuance	-	-	-	-	-
Payment of short term debt	-	-	-	-	-
Contributions to State of Alaska or State agencies	-	-	-	-	-
Transfers from (to) other funds	-	-	-	-	-
Net cash receipts (disbursements)	-	-	-	-	-
Capital financing activities					
Acquisition of capital assets	(3,277)	(336)	-	-	(3,613)
Proceeds from the disposal of capital assets	12	-	-	-	12
Proceeds from direct financing leases	-	-	-	-	-
Net cash receipts (disbursements)	(3,265)	(336)	-	-	(3,601)
Investing activities					
Purchase of investments	-	-	(576)	(3,674)	(4,250)
Proceeds from maturity of investments	-	-	1,249	6,179	7,428
Interest received from investments	252	225	27	167	671
Net cash receipts (disbursements)	252	225	700	2,672	3,849
Net Increase (decrease) in cash	(1,278)	762	-	-	(516)
Cash at beginning of year	17,582	14,011	-	-	31,593
Cash at end of period	\$ 16,304	\$ 14,773	\$ -	\$ -	\$ 31,077

Energy Programs	Section 8 Voucher Programs	Other Grants	COVID-19 Grants	Other Funds or Programs Subtotal	Alaska Corporation for Affordable Housing	Total March 31, 2025
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,054
-	-	-	-	-	-	3,174
-	-	-	-	-	-	-
-	-	-	-	-	-	(7,600)
-	-	-	-	-	-	-
-	-	-	-	-	-	-
(447)	(4,487)	(431)	(5)	(5,370)	(169)	(14,338)
(849)	(1,280)	(564)	(425)	(3,118)	(11,565)	(26,917)
3,596	29,798	12,793	-	46,187	-	60,446
-	27,985	-	-	27,985	-	27,985
-	(32,259)	-	-	(32,259)	-	(32,259)
4,296	(12,242)	9,380	23,066	24,500	1,039	26,227
(6,675)	(1,516)	(21,643)	(15,735)	(45,569)	-	(45,569)
-	3	462	-	465	9,517	18,676
(79)	6,002	(3)	6,901	12,821	(1,178)	10,879
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	(7,567)	-	-	(7,567)	(938)	(12,118)
-	-	-	-	-	-	12
-	-	-	-	-	-	-
-	(7,567)	-	-	(7,567)	(938)	(12,106)
-	-	-	-	-	-	(4,250)
-	-	-	-	-	-	7,428
21	141	-	283	445	161	1,277
21	141	-	283	445	161	4,455
(58)	(1,424)	(3)	7,184	5,699	(1,955)	3,228
792	5,421	3	7,473	13,689	8,228	53,510
\$ 734	\$ 3,997	\$ -	\$ 14,657	\$ 19,388	\$ 6,273	\$ 56,738

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF CASH FLOWS**OTHER PROGRAM FUNDS**

For the Nine Months Ended March 31, 2025

(in thousands of dollars)

	Low Rent Program	Market Rate Rental Housing Program	Home Ownership Fund	Senior Housing Revolving Loan Fund	Other Funds or Programs Subtotal
Reconciliation					
Operating income (loss) to net cash					
Operating income (loss)	\$ (1,362)	\$ (506)	\$ 151	\$ 1,040	\$ (677)
<i>Adjustments:</i>					
Depreciation expense	2,883	890	-	-	3,773
Provision for loan loss	-	-	9	36	45
Net change in the fair value of investments	-	-	-	-	-
Interfund receipts (payments) for operations	1,612	441	14	37	2,104
Interest received from investments	(252)	(225)	(27)	(167)	(671)
Interest paid on bonds and capital notes	-	-	-	-	-
<i>Change in assets, liabilities and deferred resources:</i>					
Net (increase) decrease in mortgages and loans	-	-	(856)	(3,588)	(4,444)
Net increase (decrease) in assets, liabilities, and deferred resources	(1,146)	273	9	(30)	(894)
Net operating cash receipts (disbursements)	\$ 1,735	\$ 873	\$ (700)	\$ (2,672)	\$ (764)

See accompanying notes to the financial statements.

Energy Programs	Section 8 Voucher Programs	Other Grants	COVID-19 Grants	Other Funds or Programs Subtotal	Alaska Corporation for Affordable Housing	Total March 31, 2025
\$ (3,703)	\$ 17,567	\$ (13,882)	\$ 283	\$ 265	\$ 4,743	\$ 4,331
-	209	-	-	209	-	3,982
-	-	30	-	30	3,620	3,695
-	-	-	-	-	-	-
3,577	622	12,397	-	16,596	1,011	19,711
(21)	(141)	-	(283)	(445)	(161)	(1,277)
-	-	-	-	-	-	-
-	-	30	-	30	(3,023)	(7,437)
68	(12,255)	1,422	6,901	(3,864)	(7,368)	(12,126)
\$ (79)	\$ 6,002	\$ (3)	\$ 6,901	\$ 12,821	\$ (1,178)	\$ 10,879

Other Financial Information

Entity-wide amounts for fiscal years ending June 30 are presented below for informational purposes (in thousands):

	2024	2023	2022	2021	2020
Assets					
Cash	\$ 88,608	\$ 80,205	\$ 84,731	\$ 108,769	\$ 73,772
Investments	634,502	784,796	981,786	1,033,065	871,387
Accrued interest receivable	15,104	16,664	14,791	14,850	16,183
Mortgage loans, notes and other loans	3,569,388	3,229,243	3,018,160	2,995,561	3,256,290
Net investment in direct financing lease	-	-	-	20,287	22,468
Capital assets, net	68,894	71,542	75,158	81,177	87,061
Other assets	87,040	70,344	66,358	38,510	21,455
Total Assets	4,463,536	4,252,794	4,240,984	4,292,219	4,348,616
Deferred Outflow of Resources	52,628	71,553	111,512	210,255	261,327
Liabilities					
Bonds and notes payable	2,618,772	2,347,283	2,277,492	2,366,206	2,572,813
Short term debt	45,938	128,476	149,771	131,697	115,366
Accrued interest payable	12,297	7,339	6,013	6,681	7,257
Other liabilities	138,634	150,617	202,682	211,197	70,401
Derivative instrument - interest rate swaps	27,057	39,013	73,728	168,250	234,281
Total Liabilities	2,842,698	2,672,728	2,709,686	2,883,031	3,000,118
Deferred Inflow of Resources	20,630	23,369	43,349	3,512	2,861
Total Net Position	\$ 1,652,836	\$ 1,628,250	\$ 1,599,461	\$ 1,615,931	\$ 1,606,964
Operating Revenues					
Mortgage and loans revenue	\$ 147,583	\$ 127,895	\$ 120,874	\$ 132,258	\$ 147,068
Investment interest	43,959	35,962	3,440	5,669	13,031
Net change in fair value of investments	282	3,158	820	(2,158)	1,922
Net change of hedge termination	-	281	875	579	(177)
Total Investment Revenue	44,241	39,401	5,135	4,090	14,776
Externally funded programs	105,067	156,657	283,006	154,023	76,113
Rental	12,307	11,509	11,280	11,219	11,512
Other	3,021	3,165	4,347	4,490	1,607
Total Operating Revenues	312,219	338,627	424,642	306,080	251,076
Operating Expenses					
Interest	91,885	79,853	60,780	70,987	81,137
Mortgage and loan costs	13,814	12,501	11,767	11,342	14,763
Operations and administration	53,648	47,774	48,911	50,360	40,958
Financing expenses	6,206	4,834	4,923	6,033	5,163
Provision for loan loss	7,317	1,640	485	(2,761)	(6,639)
Housing grants and subsidies	90,592	138,014	276,268	143,129	63,800
Rental housing operating expenses	18,506	17,175	19,274	17,012	16,353
Total Operating Expenses	281,968	301,791	422,408	296,102	215,535
Operating Income (Loss)	30,251	36,836	2,234	9,978	35,541
Non-Operating & Special Item					
Contribution to State or State agency	(5,665)	(8,047)	(933)	(1,011)	-
Change in Net Position	\$ 24,586	\$ 28,789	\$ 1,301	\$ 8,967	\$ 35,541



A Component Unit of the State of Alaska

Financial Statements
And Independent Auditor's Report

June 30, 2024

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Independent Auditor's Report

To the Board of Directors
Alaska Housing Finance Corporation
Anchorage, Alaska

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the business-type activities and each major fund of the Alaska Housing Finance Corporation (the Corporation), a component unit of the State of Alaska, as of and for the years ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the Alaska Housing Finance Corporation's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities and each major fund of the Alaska Housing Finance Corporation as of June 30, 2024, and the respective changes in financial position and, where applicable, cash flows thereof for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Corporation, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Corporation's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Corporation's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Corporation's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the schedules of the net pension liability, contributions to the pension plan, net OPEB liability, and contributions to the OPEB plan be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or

historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Alaska Housing Finance Corporation's basic financial statements. The combining statements of net position, combining statements of revenues, expenses, and changes in net position, and combining statements of cash flows are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining statements of net position, combining statements of revenues, expenses, and changes in net position, and combining statements of cash flows are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the five-year comparative information but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated September 27, 2024, on our consideration of the Corporation's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Corporation's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Corporation's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Eric Sully LLP". The signature is written in a cursive, flowing style.

Boise, Idaho
September 27, 2024

MANAGEMENT'S DISCUSSION AND ANALYSIS

OVERVIEW OF THE FINANCIAL STATEMENTS

The financial report of the Alaska Housing Finance Corporation (the "Corporation") consists of three sections: Management's Discussion and Analysis, the Basic Financial Statements, and Supplementary Schedules. The Corporation's operations are business-type activities and follow enterprise fund accounting rules. The Corporation is a component unit of the State of Alaska (the "State") and is discretely presented in the State's financial statements. The Corporation's Basic Financial Statements include the Statement of Net Position; the Statement of Revenues, Expenses and Changes in Net Position; the Statement of Cash Flows; and the Notes to Financial Statements. These statements are presented for all of the Corporation's operations and grouped by program or function. Summarized financial information for fiscal year 2024 is also presented in Management's Discussion and Analysis to facilitate and enhance the understanding of the Corporation's financial position and the results of operations for the current fiscal year in comparison to the prior fiscal year.

Management's Discussion and Analysis

This section of the Corporation's annual financial report presents management's discussion and analysis of the financial position and results of operations as of and for the fiscal year ended June 30, 2024. This information is presented to assist the reader in identifying significant financial issues and to provide additional information regarding the activities of the Corporation. This information should be read in conjunction with the Independent Auditors' Report, audited financial statements and accompanying notes.

Basic Financial Statements

The *Statement of Net Position (Exhibit A)* helps answer the question: "How is the Corporation's financial health at the end of the year?" The Statement of Net Position includes all assets, deferred outflows of resources, liabilities, and deferred inflows of resources of the Corporation, both financial and capital, short-term and long-term. It uses the accrual basis of accounting and economic resources measurement focus. The accrual basis of accounting is used by most private-sector companies. The resulting net position presented in the Statement of Net Position is characterized as restricted or unrestricted. Assets are restricted when their use is subject to external limits or rules such as bond resolutions, legal agreements, or statutes. Assets not included in this category are characterized as unrestricted. Over time, changes in net position may serve as a useful indicator of whether the financial position of the Corporation is improving or declining.

The *Statement of Revenues, Expenses, and Changes in Net Position (Exhibit B)* measures the activities of the Corporation's operations over the past year and presents the operating income or (loss) and change in net position. It can be used to determine whether the Corporation has successfully recovered all of its expenses through mortgage and loan interest, investment interest, external funding for programs and other revenue sources. The Statement of Revenues, Expenses and Changes in Net Position helps answer the question: "Is the Corporation as a whole better or worse off as a result of the year's activities?"

The primary purpose of the *Statement of Cash Flows (Exhibit C)* is to provide information about the sources and uses of the Corporation's cash and the components of the change in cash balance during the reporting period. This statement reports cash receipts, cash payments, and net changes resulting from operations, non-capital and capital financing and investing activities. It provides answers to such questions as: "Where did cash come from?"; "What was cash used for?" and "What was the change in the cash balance during the reporting period?"

The *Notes to Financial Statements* provide additional information that is essential to a full understanding of the data provided in the Basic Financial Statements. The *Notes to Financial Statements* follow *Exhibit C*.

Major Funds

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives.

MANAGEMENT'S DISCUSSION AND ANALYSIS

For fiscal year 2024, the Corporation reports the following major funds:

The Administrative Fund is the main operating fund of the Corporation. It represents all of the Corporation's activity not presented in other funds. The resources in this fund:

- provide for general working capital requirements of the Corporation;
- fund program requirements;
- are available to meet outstanding obligations and to fund continuing appropriations;
- are available to absorb future loan foreclosure losses; and
- are the source of legislatively authorized transfers to and from the State of Alaska and debt service payments for debt issued on behalf of the State.

As of June 30, 2024, the Administrative Fund reported a net position of \$679.5 million, an increase of \$10.1 million from June 30, 2023. This increase in net position is largely due to operating income of \$20.0 million and net internal transfers from the Mortgage and Bond Funds. The Administrative Fund transferred \$534.4 million to the Mortgage and Bond Funds, whereas \$555.0 million transferred from the Mortgage and Bond Funds, resulting in a net transfer into the Administrative Fund of \$20.6 million. Transfers for loan purchases totaled \$108.9 million more than in the previous year, and loans were warehoused in the Administrative Fund after the refunding of bonds. Unrestricted net position totaled \$535.4 million, or 78.8% of the total net position in the fund, and may be used for operations and to meet the continuing obligations of the Corporation.

The Grant Programs Fund includes resources provided to other agencies and individuals to develop and improve affordable housing units for lower income families and to assist in improving the energy efficiency of Alaskan homes, as well as tenant-based rental assistance programs for families in the private market that are administered by the Corporation under contract with the Department of Housing and Urban Development (HUD). These programs include the Energy Programs, the Section 8 Voucher Programs, and Other Grants.

The Mortgage and Bond Funds include resources used to assist in the financing of loan programs or to fund legislative appropriations. This fund includes the Corporation's Home Mortgage Revenue Bonds, General Mortgage Revenue Bonds II, Collateralized Veterans Mortgage Bonds, Governmental Purpose Bonds, and State Capital Project Bonds II indentures.

As of June 30, 2024, the Mortgage and Bond Funds reported a net position of \$803.9 million, an increase of \$16.8 million from the previous year. Funds are transferred to the Administrative Fund to fund mortgage purchases, and there was \$108.9 million more transferred to the Administrative Fund in FY2024 for purchases than in FY2023. Loan payoffs decreased by 25.0% during the current fiscal year due to increase of interest rates compared to fiscal year 2023. During fiscal year 2024, the mortgage loan portfolio increased by 11.6% or \$375.2 million from fiscal year 2023. Approximately \$609.5 million, or 75.8%, of the fund's net position is restricted by bond resolutions.

The Other Funds and Programs include AHFC-owned housing for low-income families that is managed under contract with HUD as well as other programs that are not specifically grants or bond funds. These programs include the Low Rent Program, the Market Rate Rental Housing Program, the Home Ownership Fund and the Senior Housing Revolving Loan Fund. The fund had an operating loss of \$3.4 million in fiscal year 2024, a \$0.4 million decrease vs. fiscal year 2023. In fiscal year 2024, the Administrative Fund transferred \$11.0 million to Other Funds and Programs.

The Alaska Corporation for Affordable Housing ("ACAH") is a non-profit public benefit corporation that develops and operates affordable housing for Alaskans, utilizing various funding sources. ACAH is reported as a major blended component unit for the benefit of users of the Corporation's financial statements. ACAH's net position at June 30, 2024, was \$33.0 million. ACAH had an operating loss of \$5.4 million in fiscal year 2024, and the Administrative Fund transferred \$0.2 million into ACAH. ACAH's change in net position is primarily driven by its rental income from both housing and non-housing properties and expenses, including rental property expenses, payroll expenses, and provision for loan loss.

MANAGEMENT'S DISCUSSION AND ANALYSIS

FINANCIAL HIGHLIGHTS

- The Corporation had operating income in fiscal year 2024 of \$30.3 million, a decrease from fiscal year 2023 operating income of \$6.6 million due largely to ACAH's decrease of operating income by \$19.0 million from fiscal year 2023. The average interest rate on the mortgage portfolio was 4.54%, representing an 8.1% increase from the fiscal year 2023 average mortgage rate of 4.20%.
- The Corporation's assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources as of June 30, 2024, by \$1.65 billion (net position), an increase over 2023 of \$24.6 million, of which 43.2% was unrestricted.
- During the fiscal year ended June 30, 2024, the investment portfolio earned approximately 5.59% overall, as compared to 3.99% for the fiscal year ended June 30, 2023, reflecting a significant increase in short-term interest rates.
- The Corporation's mortgage loan portfolio is one of its primary assets. During the fiscal year ended June 30, 2024, the mortgage loan portfolio increased by 11.6%. Loan purchases increased by \$108.9 million in fiscal year 2024 and exceeded loan payoffs by \$482.0 million.
- Bonds outstanding increased by 11.9%. The Corporation redeemed a total of \$189.9 million in bonds in fiscal year 2024. Of this total, scheduled bond redemptions totaled \$100.5 million and special redemptions totaled \$89.4 million. New bond issuances exceeded bond redemptions by over \$203.1 million.
- On July 27, 2023, the Corporation issued its \$49.9 million Collateralized Bonds (Veterans Mortgage Program), 2023 First Series. Net proceeds of the bonds totaled approximately \$50.4 million. The First Series Bonds are tax-exempt general obligations of the Corporation having a final maturity of December 1, 2052, and paying interest each June 1 and December 1 at fixed rates ranging from 3.15% to 4.65%. Proceeds of the First Series Bonds will be used to finance qualified veterans mortgage loans. Principal and interest on the First Series Bonds is further secured by the unconditional guarantee of the State of Alaska.
- On October 17, 2023, the Corporation issued its \$100.0 million State Capital Project Bonds II, 2023 Series A. Net proceeds of the bond totaled approximately \$109.4 million. The Series A Bonds are tax-exempt general obligations of the Corporation having a final maturity of December 1, 2041, and paying interest each June 1 and December 1 at fixed rates ranging from 5.00% to 5.25%. Proceeds of the Series A Bonds will be used to refund certain outstanding obligations of the Corporation and for other authorized purposes.
- On February 1, 2024, the Corporation issued its \$120.0 million General Mortgage Revenue Bonds II, 2024 Series C. Net proceeds of the bond totaled approximately \$120.5 million. The Series C Bonds are federally taxable general obligations of the Corporation having a final maturity of December 1, 2053, and paying interest each June 1 and December 1 at fixed rates ranging from 4.81% to 6.25%. Proceeds of the Series C Bonds were used to purchase mortgage loans and for other authorized purposes.
- On March 5, 2024, the Corporation issued its \$75.0 million General Mortgage Revenue Bonds II, 2024 Series A and \$48.1 million General Mortgage Revenue Bonds II, 2024 Series B. Net proceeds of the bonds totaled approximately \$128.3 million. The Series A Bonds are tax-exempt general obligations of the Corporation having a final maturity of June 1, 2054, and paying interest each June 1 and December 1 at fixed rates ranging from 3.20% to 6.00%. Proceeds of the Series A Bonds were used to purchase mortgage loans and for other authorized purposes. The Series B Bonds are tax-exempt general obligations of the Corporation having a final maturity of December 1, 2036, and paying interest each June 1 and December 1 at fixed rates ranging from 3.63% to 5.00%. Proceeds of the Series B Bonds were used to refund certain outstanding obligations of the Corporation.
- As of June 30, 2024, the weighted average interest rates on the Corporation's mortgage and bond portfolios were 4.54% and 4.18%, respectively, yielding a net interest margin of 0.36%, an increase of 50.0% from fiscal year 2023.
- The U.S. Department of the Treasury awarded the Corporation funding for rental and mortgage assistance for those affected by the COVID-19 pandemic. The funding came from the Consolidated Appropriations

MANAGEMENT'S DISCUSSION AND ANALYSIS

and The American Rescue Plan Acts of 2021. Total Funding received were approximately \$264.6 million. As of fiscal year 2024, \$67.3 million remaining funds were available to fund short- and long-term housing stabilization and recovery programs for Alaska's homeless population.

CONDENSED STATEMENT OF NET POSITION

The following table presents condensed information about the financial position of the Corporation as of June 30, 2024 and 2023, and changes in balances during the fiscal year ended June 30, 2024 (in thousands):

Condensed Statement of Net Position

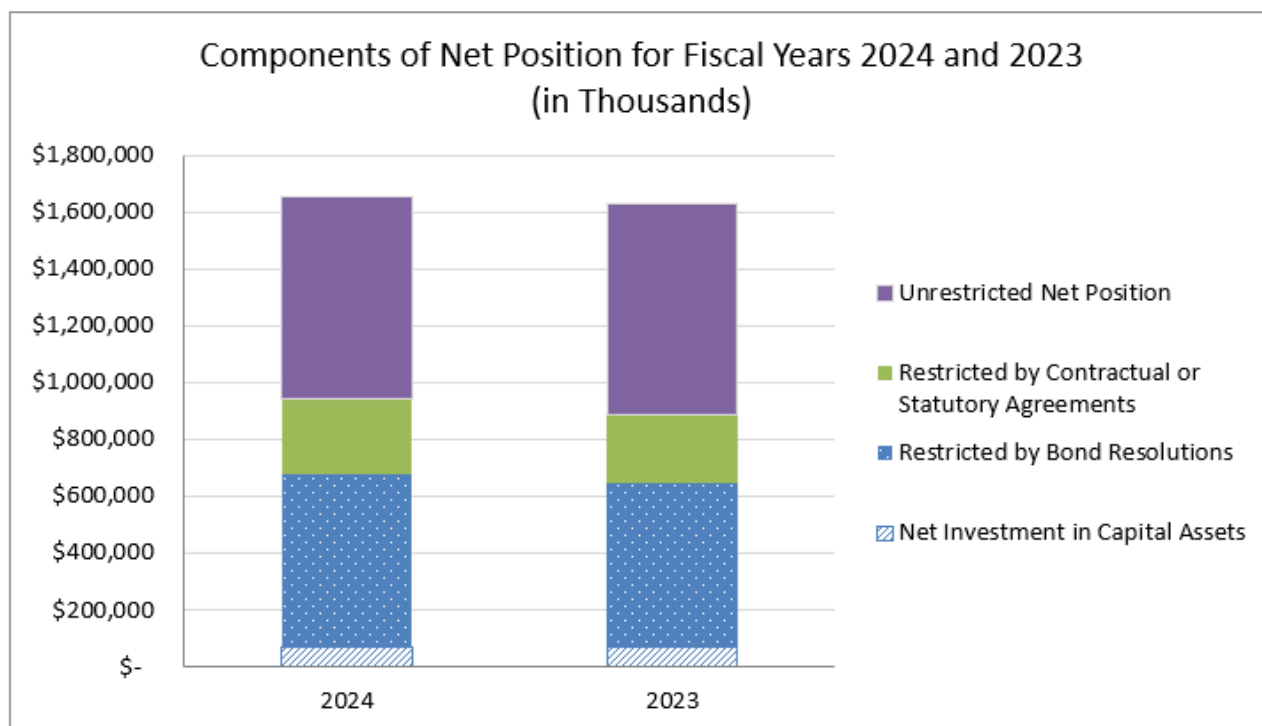
	2024	2023	Increase/(Decrease)	
Cash and investments	\$ 723,110	\$ 865,001	\$ (141,891)	-16.4%
Mortgage loans, notes and other loans, net	3,584,492	3,245,907	338,585	10.4%
Capital assets, net	68,894	71,542	(2,648)	-3.7%
Other assets	87,040	70,344	16,696	23.7%
Total assets	4,463,536	4,252,794	210,742	5.0%
Deferred outflow of resources	52,628	71,553	(18,925)	-26.4%
Bonds and notes payable, net	2,618,772	2,347,283	271,489	11.6%
Short term debt	45,938	128,476	(82,538)	-64.2%
Accrued interest payable	12,297	7,339	4,958	67.6%
Derivatives	27,057	39,013	(11,956)	-30.6%
Pension and OPEB liabilities	34,162	35,286	(1,124)	-3.2%
Other liabilities	104,472	115,331	(10,859)	-9.4%
Total liabilities	2,842,698	2,672,728	169,970	6.4%
Deferred inflow of resources	20,630	23,369	(2,739)	-11.7%
Total net position	\$ 1,652,836	\$ 1,628,250	\$ 24,586	1.5%

The increase in total assets during fiscal year 2024 is primarily due to an increase in the mortgage portfolio, notes and other loans. The \$338.6 million increase in mortgage loans and notes from the prior year was mainly due to mortgage purchases exceeding mortgage payoffs by \$482.0 million compared to \$331.3 million in fiscal year 2023.

Total liabilities increased by \$170.0 million mainly due to an increase in bonds payable, offset somewhat by a decrease in short-term debt, derivatives valuation, and unearned income. The Corporation issued new bonds totaling \$393.0 million, but bond redemptions totaled \$189.9 million. Bond issuances exceeded bond redemptions by \$203.1 million. Unearned income decreased by \$18.2 million as COVID-19 funds received in 2022 were utilized in 2023 and 2024 to help Alaskans affected by the pandemic. Short-term debt (commercial paper) decreased by \$82.5 million. Based on actuarial valuation, pension, OPEB liability, and the related deferred inflows decreased by \$1.6 million. Finally, the liability based on the aggregate fair value of the Corporation's interest rate swap derivatives decreased by \$12.0 million. Derivative valuations are based on forward swap rates increasing due to inflation, which increased the fair value of the derivatives, thus decreasing the liability.

The following chart shows the various components of net position in fiscal years 2024 and 2023:

MANAGEMENT'S DISCUSSION AND ANALYSIS



CONDENSED STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION

The following table presents condensed information about the revenues, expenses and changes in net position for the fiscal years ended June 30, 2024 and 2023, and the variances from the prior fiscal year (in thousands):

Condensed Statement of Revenues, Expenses, and Changes in Net Position

	2024	2023	Increase/(Decrease)	
Mortgage and loans revenue	\$ 147,583	\$ 127,895	\$ 19,688	15.4%
Investment interest income	43,959	35,962	7,997	22.2%
Net change in fair value of investments	282	3,439	(3,157)	-91.8%
Externally funded programs	105,067	156,657	(51,590)	-32.9%
Rental and other revenues	15,328	14,674	654	4.5%
Total operating revenues	312,219	338,627	(26,408)	-7.8%
Interest expenses	91,885	79,853	12,032	15.1%
Mortgage and loan costs	13,814	12,501	1,313	10.5%
Bond financing expenses	6,206	4,834	1,372	28.4%
Operations and administration	60,965	49,414	11,551	23.4%
Rental housing and grant expenses	109,098	155,189	(46,091)	-29.7%
Total operating expenses	281,968	301,791	(19,823)	-6.6%
Operating income(loss)	30,251	36,836	(6,585)	-17.9%
Contributions to the State of Alaska	(5,665)	(8,047)	2,382	
Change in net position	\$ 24,586	\$ 28,789	\$ (4,203)	-14.6%

MANAGEMENT'S DISCUSSION AND ANALYSIS

Total operating revenues decreased by \$26.4 million during fiscal year 2024, primarily due to decreased revenue from federal financial assistance of \$51.6 million. However, mortgage and loan revenue increased by \$19.7 million.

Total operating expenses decreased by \$19.8 million, mainly due to a \$46.1 million decrease in rental housing and grant expenses. However, interest expenses increased by \$12.0 million, mainly due to higher interest rates on the Corporation's variable rate bonds and an increase in the total bonds outstanding. Operations and administration expenses increased by \$11.6 million, mainly due to ACAH's \$7.3 million increase on loan loss for grant funds that ACAH advanced to Fairbanks Affordable Housing, LLC and \$4.3 million increase on pension expense based on actuarial valuation.

In fiscal year 2024, the Corporation contributed \$5.7 million to the State of Alaska. See Footnote No.19 in the Notes to the Financial Statements for more details about the Transfer Plan.

CAPITAL ASSETS AND DEBT ADMINISTRATION

The Corporation's capital assets include land, buildings, vehicles, office and computer equipment. Capital assets are presented in the financial statements at \$68.9 million (net of accumulated depreciation), a decrease of 3.7% from fiscal year 2023. The change in capital assets in any given year is immaterial to the overall operation of the Corporation as assets depreciate due to normal wear and tear.

As of June 30, 2024, the Corporation had \$2.6 billion in outstanding bonds and notes payable secured by assets held and the general obligation pledge of the Corporation. The Corporation's general obligation is rated by three major rating agencies, as shown in the table below. There was no change in the Corporation's ratings from the prior fiscal year.

Rating Category	Standard & Poor's	Moody's	Fitch Ratings
Long Term	AA+	Aa2	AA+
Short Term	A-1+	P-1	F1+

Significant debt activity during the year included the following:

- Issued \$393.0 million in new bonds;
- Redeemed bonds through both scheduled and special redemption provisions of their respective indentures of \$189.9 million.

Additional information on the Corporation's long-term debt can be found in the Notes to Financial Statements.

ECONOMIC FACTORS AND OTHER FINANCIAL INFORMATION

The primary business activity of the Corporation is providing a secondary market for the purchase of single-family and multifamily mortgage loans. The Corporation's mortgage financing activities are sensitive to changes in interest rates, the spread between the rate on the Corporation's loans and those available in the conventional mortgage markets, and the availability of affordable housing in the State. The availability of long-term tax-exempt financing on favorable terms is a key element in providing the funding necessary for the Corporation to continue its mortgage financing activities.

The Corporation's main sources of revenue include mortgage loan activity, investment interest income and externally funded grants and subsidies. Market interest rates have an effect on both the mortgage program and investment income revenues. If interest rates rise, mortgage and investment income should increase as new loans are originated and new investments are purchased at the higher rates. If interest rates fall, mortgage and investment income will decrease as new loans are originated and new investments are purchased at the lower rates.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Any decrease in interest rates could also cause an increase in prepayments on higher rate mortgages. The Corporation uses these prepayments to redeem higher rate bonds, thus lowering the interest expense incurred on the Corporation's overall portfolio, or to recycle mortgages to obtain the maximum allowable spread. Large federal deficits or changes in programs or funding levels could have a negative impact on externally funded program revenues.

CONTACTING THE CORPORATION'S FINANCIAL MANAGEMENT

This financial report is designed to provide a general overview of the Corporation's finances and to show the Corporation's accountability for the money it receives during the periods reported. For inquiries about this report or to request additional financial information please call (907) 330-8322 or email finance@ahfc.us.

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ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF NET POSITION

COMBINED – ALL MAJOR PROGRAMS

As of June 30, 2024

(in thousands of dollars)

	Administrative Fund	Grant Programs	Mortgage and Bond Funds	Other Funds and Programs	Total Programs and Funds
Assets					
Current					
Cash	\$ 34,775	\$ 13,689	\$ 323	\$ 31,593	\$ 80,380
Investments	440,067	-	157,289	4,401	601,757
Lease receivable	-	-	2,662	73	2,735
Accrued interest receivable	2,733	-	11,413	135	14,281
Inter-fund due (to)/from, net	(57,519)	29,812	30,294	(2,534)	53
Mortgage loans, notes and other loans, net	10,588	31	95,771	1,416	107,806
Other assets	1,517	24,253	-	2,015	27,785
Intergovernmental receivable	62	9,678	-	732	10,472
Total current	432,223	77,463	297,752	37,831	845,269
Non current					
Investments	9,987	-	22,758	-	32,745
Lease receivable	-	-	10,158	-	10,158
Inter-fund due (to)/from, net	-	1,423	-	-	1,423
Mortgage loans, notes and other loans, net	298,501	932	3,096,630	45,795	3,441,858
Capital assets - non-depreciable	2,430	-	-	13,521	15,951
Capital assets - depreciable, net	10,215	539	-	37,070	47,824
Other assets	2,621	6,217	7,157	38	16,033
OPEB asset	15,848	-	-	-	15,848
Total non current	339,602	9,111	3,136,703	96,424	3,581,840
Total assets	771,825	86,574	3,434,455	134,255	4,427,109
Deferred Outflow Of Resources	6,975	-	45,653	-	52,628
Liabilities					
Current					
Bonds payable	-	-	103,485	-	103,485
Short term debt	45,938	-	-	-	45,938
Accrued interest payable	-	-	12,297	-	12,297
Other liabilities	16,230	76,901	878	1,038	95,047
Intergovernmental payable	-	-	195	479	674
Total current	62,168	76,901	116,855	1,517	257,441
Non current					
Bonds payable	-	-	2,515,287	-	2,515,287
Other liabilities	2,204	5,990	325	24	8,543
Derivative instrument - interest rate swaps	-	-	27,057	-	27,057
Pension liability	34,162	-	-	-	34,162
Total non current	36,366	5,990	2,542,669	24	2,585,049
Total liabilities	98,534	82,891	2,659,524	1,541	2,842,490
Deferred Inflow Of Resources	715	-	16,700	62	17,477
Net Position					
Net investment in capital assets	12,645	539	-	50,591	63,775
Restricted by bond resolutions	-	-	609,517	-	609,517
Restricted by contractual or statutory agreements	131,457	17,477	-	83,764	232,698
Unrestricted or (deficit)	535,449	(14,333)	194,367	(1,703)	713,780
Total net position	\$ 679,551	\$ 3,683	\$ 803,884	\$ 132,652	\$ 1,619,770

See accompanying notes to the financial statements.

Alaska Corporation for Affordable Housing	Total June 30, 2024
\$ 8,228	\$ 88,608
-	601,757
3,321	6,056
821	15,102
(53)	-
-	107,806
689	28,474
-	10,472
13,006	858,275
-	32,745
-	10,158
(1,423)	-
19,724	3,461,582
5,119	21,070
-	47,824
1	16,034
-	15,848
23,421	3,605,261
36,427	4,463,536
-	52,628
-	103,485
-	45,938
-	12,297
5	95,052
-	674
5	257,446
-	2,515,287
203	8,746
-	27,057
-	34,162
203	2,585,252
208	2,842,698
3,153	20,630
5,119	68,894
-	609,517
28,371	261,069
(424)	713,356
\$ 33,066	\$ 1,652,836

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION

COMBINED – ALL MAJOR PROGRAMS

For the Year Ended June 30, 2024

(in thousands of dollars)

	Administrative Fund	Grant Programs	Mortgage and Bond Funds	Other Funds and Programs	Total Programs and Funds
Operating Revenues					
Mortgage and loan revenue	\$ 10,652	\$ -	\$ 134,507	\$ 1,528	\$ 146,687
Investment interest	26,971	276	15,387	1,041	43,675
Net change in the fair value of investments	321	-	(41)	2	282
Total investment revenue	27,292	276	15,346	1,043	43,957
Grant revenue	-	86,766	-	5,037	91,803
Housing rental subsidies	-	-	-	12,664	12,664
Rental revenue	9	2	-	12,296	12,307
Gain on disposal of capital assets	-	5	-	44	49
Other revenue	1,636	910	6	15	2,567
Total operating revenues	39,589	87,959	149,859	32,627	310,034
Operating expenses					
Interest	2,760	-	89,125	-	91,885
Mortgage and loan costs	3,673	-	9,998	143	13,814
Bond financing expenses	430	-	5,776	-	6,206
Provision for loan loss	(2,918)	35	2,923	20	60
Operations and administration	15,499	15,847	4,623	17,389	53,358
Rental housing operating expenses	-	36	-	18,468	18,504
Grant expense	-	90,592	-	-	90,592
Total operating expenses	19,444	106,510	112,445	36,020	274,419
Operating income (loss)	20,145	(18,551)	37,414	(3,393)	35,615
Non-operating expenses and transfers					
Contributions to State of Alaska or State agencies	(5,665)	-	-	-	(5,665)
Interfund receipts (payments) for operations	(4,341)	21,554	(20,645)	3,221	(211)
Change in net position	10,139	3,003	16,769	(172)	29,739
Net position at beginning of year	669,412	680	787,115	132,824	1,590,031
Net position at end of period	\$ 679,551	\$ 3,683	\$ 803,884	\$ 132,652	\$ 1,619,770

See accompanying notes to the financial statements.

Alaska Corporation for Affordable Housing	Total June 30, 2024
<u>\$ 896</u>	<u>\$ 147,583</u>
284	43,959
-	282
<u>284</u>	<u>44,241</u>
600	92,403
-	12,664
-	12,307
239	288
166	2,733
<u>2,185</u>	<u>312,219</u>
-	91,885
-	13,814
-	6,206
7,257	7,317
290	53,648
2	18,506
-	90,592
<u>7,549</u>	<u>281,968</u>
<u>(5,364)</u>	<u>30,251</u>
-	(5,665)
211	-
<u>(5,153)</u>	<u>24,586</u>
38,219	1,628,250
<u><u>\$ 33,066</u></u>	<u><u>\$ 1,652,836</u></u>

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF CASH FLOWS

COMBINED - ALL MAJOR PROGRAMS

For the Year Ended June 30, 2024

(in thousands of dollars)

	Administrative Fund	Grant Programs	Mortgage and Bond Funds	Other Funds and Programs	Total Programs and Funds
Cash Flows					
Operating activities					
Interest income on mortgages and loans	\$ 12,551	\$ -	\$ 121,144	\$ 1,369	\$ 135,064
Principal receipts on mortgages and loans	19,300	-	233,960	5,617	258,877
Disbursements to fund mortgages and loans	(609,916)	-	-	-	(609,916)
Receipts (payments) for interfund loan transfers	503,916	-	(496,135)	(7,781)	-
Mortgage and loan proceeds receipts	403,201	-	-	-	403,201
Mortgage and loan proceeds paid to trust funds	(393,271)	-	-	-	(393,271)
Payroll-related disbursements	(23,153)	(6,095)	-	(9,900)	(39,148)
Payments for goods and services	(16,647)	(4,063)	-	(17,891)	(38,601)
Receipts from externally funded programs	-	35,581	-	17,410	52,991
Receipts from Federal HAP subsidies	-	33,004	-	-	33,004
Payments for Federal HAP subsidies	-	(37,771)	-	-	(37,771)
Interfund receipts (payments)	(45,502)	44,134	-	2,283	915
Grant payments to other agencies	-	(63,639)	-	-	(63,639)
Other operating cash receipts (payments)	7,759	696	29	11,321	19,805
Net cash receipts (disbursements)	(141,762)	1,847	(141,002)	2,428	(278,489)
Non-capital financing activities					
Proceeds from bond issuance	-	-	410,364	-	410,364
Principal paid on bonds	-	-	(122,615)	-	(122,615)
Payment of bond issuance costs	-	-	(2,711)	-	(2,711)
Interest paid on bonds	-	-	(92,727)	-	(92,727)
Proceeds from short-term debt issuance	194,968	-	-	-	194,968
Payment of short term debt	(280,266)	-	-	-	(280,266)
Contributions to State of Alaska or State agencies	(5,665)	-	-	-	(5,665)
Transfers from (to) other funds	37,247	-	(37,247)	-	-
Net cash receipts (disbursements)	(53,716)	-	155,064	-	101,348
Capital financing activities					
Acquisition of capital assets	(186)	(499)	-	(3,288)	(3,973)
Proceeds from the disposal of capital assets	25	5	-	44	74
Proceeds from direct financing leases	-	-	3,304	-	3,304
Net cash receipts (disbursements)	(161)	(494)	-	(3,244)	(595)
Investing activities					
Purchase of investments	(3,957,096)	-	(729,275)	(7,471)	(4,693,842)
Proceeds from maturity of investments	4,136,567	-	702,752	7,978	4,847,297
Interest received from investments	23,236	276	9,314	1,053	33,879
Net cash receipts (disbursements)	202,707	276	(17,209)	1,560	187,334
Net Increase (decrease) in cash	7,068	1,629	157	744	9,598
Cash at beginning of year	27,707	12,060	166	30,849	70,782
Cash at end of period	\$ 34,775	\$ 13,689	\$ 323	\$ 31,593	\$ 80,380

Alaska Corporation for Affordable Housing	Total June 30, 2024
\$ -	\$ 135,064
-	258,877
-	(609,916)
-	-
-	403,201
-	(393,271)
(162)	(39,310)
(119)	(38,720)
-	52,991
-	33,004
-	(37,771)
(915)	-
-	(63,639)
89	19,894
(1,107)	(279,596)
-	410,364
-	(122,615)
-	(2,711)
-	(92,727)
-	194,968
-	(280,266)
-	(5,665)
-	-
-	101,348
(379)	(4,352)
-	74
-	3,304
(379)	(974)
-	(4,693,842)
-	4,847,297
291	34,170
291	187,625
(1,195)	8,403
9,423	80,205
\$ 8,228	\$ 88,608

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF CASH FLOWS

COMBINED - ALL MAJOR PROGRAMS

For the Year Ended June 30, 2024

(in thousands of dollars)

	Administrative Fund	Grant Programs	Mortgage and Bond Funds	Other Funds and Programs	Total Programs and Funds
Reconciliation					
Operating income (loss) to net cash					
Operating income (loss)	\$ 20,145	\$ (18,551)	\$ 37,414	\$ (3,393)	\$ 35,615
<i>Adjustments:</i>					
Depreciation expense	1,039	830	-	5,480	7,349
Provision for loan loss	(2,918)	35	2,923	20	60
Net change in the fair value of investments	(321)	-	41	(2)	(282)
Interfund receipts (payments) for operations	(4,341)	21,554	(20,645)	3,221	(211)
Interest received from investments	(23,236)	(276)	(9,314)	(1,053)	(33,879)
Interest paid on bonds and capital notes	-	-	92,727	-	92,727
<i>Change in assets, liabilities and deferred resources:</i>					
Net (increase) decrease in mortgages and loans	(52,950)	37	(291,656)	(2,000)	(346,569)
Net increase (decrease) in assets, liabilities, and deferred resources	(79,180)	(1,782)	47,508	155	(33,299)
Net operating cash receipts (disbursements)	\$ (141,762)	\$ 1,847	\$ (141,002)	\$ 2,428	\$ (278,489)
Non-cash activities					
Deferred outflow of resources - derivatives	\$ -	\$ -	\$ 11,957	\$ -	\$ 11,957
Derivative instruments liability	-	-	(11,957)	-	(11,957)
Net change of hedge termination	-	-	607	-	607
Deferred outflow debt refunding	-	-	6,507	-	6,507
Total non-cash activities	\$ -	\$ -	\$ 7,114	\$ -	\$ 7,114

See accompanying notes to the financial statements.

Alaska Corporation for Affordable Housing	Total June 30, 2024
\$ (5,364)	\$ 30,251
-	7,349
7,257	7,317
-	(282)
211	-
(291)	(34,170)
-	92,727
6,424	(340,145)
(9,344)	(42,643)
\$ (1,107)	\$ (279,596)
\$ -	\$ 11,957
-	(11,957)
-	607
-	6,507
\$ -	\$ 7,114

NOTE DISCLOSURES INDEX

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FOR THE TWELVE MONTHS ENDED JUNE 30, 2024

1 AUTHORIZING LEGISLATION AND FUNDING

The Alaska Housing Finance Corporation (the "Corporation") or ("AHFC"), a public corporation and government instrumentality of the State of Alaska (the "State"), was created in 1971, and substantially modified in 1992, by acts of the Alaska State Legislature (the "Legislature") to assist in the financing, development and sale of dwelling units, operate the State's public housing, offer various home loan programs emphasizing housing for low and moderate-income and rural residents, and administer energy efficiency and weatherization programs within Alaska. The Corporation is a component unit of the State and is discretely presented in the State's financial statements.

Generally, the Corporation accomplishes its mortgage-related objectives by functioning as a secondary market for qualified real estate loans originated by financial institutions. The Corporation is authorized by the Legislature to issue its own bonds, bond anticipation notes and other obligations in such principal amounts as, in the opinion of the Corporation, will be necessary to provide sufficient funds for carrying out its purpose. Certain bonds issued to finance residences for qualified veterans are unconditionally guaranteed by the State. No other obligations constitute a debt of the State.

The non-mortgage related programs of the Corporation are funded through various grant and program agreements with the federal government's departments of Housing and Urban Development ("HUD"), Agriculture ("USDA"), Veterans Affairs ("VA"), Treasury ("DOT"), Energy ("DOE"), and Health and Human Services ("HHS"), funding from the State of Alaska, as well as capital and operating subsidies from the Corporation's own funds.

The Corporation has affiliates incorporated under the Alaska Nonprofit Corporation Act (AS 10.20) and provisions of the Alaska Housing Finance Corporation Act (AS 18.56), as amended. Each affiliate issues annual audited financial statements. Copies may be found at the following links, or please contact AHFC to obtain a copy. The affiliates are as follows:

- Northern Tobacco Securitization Corporation ("NTSC") incorporated on September 29, 2000, pursuant to House Bill No. 281 of the 2000 Legislature. <https://www.ahfc.us/about-us/subsidiaries/ntsc/ntsc-financial-statements/>
- Alaska Housing Capital Corporation ("AHCC") incorporated on May 23, 2006, pursuant to Senate Bill No. 232 of the 2006 Legislature. <https://www.ahfc.us/about-us/subsidiaries/ahcc/ahcc-financial-statements/>
- Alaska Corporation for Affordable Housing ("ACAH") incorporated on February 1, 2012, pursuant to House Bill No. 119 of the 2011 Legislature. <https://www.ahfc.us/about-us/subsidiaries/alaska-corporation-affordable-housing-acah/acah-financial-statements/>

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Financial Reporting Entity

The financial reporting entity consists of AHFC and the blended component unit ACAH. The entities are closely related and financially integrated. The board of directors for AHFC and ACAH are the same and both entities have similar mission statements. ACAH is a legally separate entity from AHFC, but is considered a blended component unit of AHFC due to AHFC's operational responsibility for ACAH and the potential financial benefit or financial burden between AHFC and ACAH. AHFC is financially accountable for ACAH.

The other affiliates of AHFC are not closely related to, nor financially integrated with AHFC. There is no financial accountability for the other affiliates by AHFC. They are not component units of AHFC, and thus, are not included in these financial statements. NTSC and AHCC are component units of the State.

Neither AHFC nor the State is liable for any debt issued by the affiliates of AHFC. They are government instrumentalities of, but have a legal existence separate and apart from, the State.

Basis of Accounting

The financial reporting entity utilizes the economic resource measurement focus and full accrual basis of accounting wherein revenues are recognized when earned and expenses when incurred. The financial statements have been prepared in conformity with generally accepted accounting principles ("GAAP") as prescribed by the Governmental Accounting Standards Board ("GASB"). GASB is the accepted standard-setting body for governmental accounting and financial reporting principles as set forth in GASB's pronouncements.

Basis of Presentation

The financial reporting entity is engaged in business-type activities that utilize enterprise funds. The basic fund financial statements are comprised of the Statement of Net Position (Exhibit A), the Statement of Revenues, Expenses and Changes in Net Position (Exhibit B), the Cash Flow Statement (Exhibit C) and the accompanying note disclosures. The supplementary section contains combining financial statements by program, purpose, or bond indenture.

The basic financial statements include a Total Programs and Funds column representing an aggregate of AHFC amounts, and a Total column for the financial reporting entity, an aggregation of both AHFC and ACAH amounts.

Major Funds and Component Unit

The basic fund financial statements present the major funds of AHFC and the major component unit ACAH.

Administrative Fund: This is the Corporation's primary operating fund. It accounts for all financial resources of the Corporation not accounted for in other funds.

Grant Programs: Resources provided to other agencies and individuals to develop and improve affordable housing units for lower income families, to assist in improving the energy efficiency of Alaska homes, and to provide tenant-based rental assistance programs for families in the private market (administered by the Corporation under contract with HUD).

Mortgage or Bond Funds: Provides resources to assist in the financing of loan programs or to fund Legislature appropriations.

Other Funds or Programs: Includes the Low Rent program and other affordable housing for low income families managed under contract with HUD, but owned by AHFC; as well as, the Home Ownership Fund and the Senior Housing Revolving Loan Fund.

Component Unit ACAH: A non-profit public benefit corporation that develops and operates affordable housing for Alaskans, utilizing various funding sources. ACAH is reported as a major component unit for the benefit of users of AHFC's financial statements.

Restricted Net Position

The restricted net position of the Administrative Fund consists of the Corporation's remaining commitments to the State (refer to Footnote No. 19 State Authorizations and Commitments for further details) and resources of the Affordable Housing Development Program. The remaining resources of the Administrative Fund are unrestricted.

The other financial activities of the Corporation are restricted by the Corporation's bond indentures, requirements from the Legislature, and statutory requirements or third-party agreements that restrict the use of resources. These restricted resources are recorded in various special purpose funds and accounts. Restricted funds with a net deficit balance are shown as having an unrestricted net position balance pursuant to reporting requirements.

When both restricted and unrestricted resources are available in a fund, it is the Corporation's policy to spend restricted funds to the extent allowed and only spend unrestricted funds when needed.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates. The major estimate for the Corporation is the allowance for loan losses.

Investments

All investments are stated at fair value.

Accrued Interest Receivable on Loans and Real Estate Owned

Interest is accrued based upon the principal amount outstanding. Accrual of interest income is discontinued on loans when, in the opinion of management, collection of such interest becomes doubtful. When payment of interest is provided for pursuant to the terms of loan insurance or guarantees, accrual of interest on delinquent loans and real estate owned is continued.

Loans and Allowances for Estimated Loan Losses

Mortgage loans are carried at their unpaid principal balances net of allowance for estimated loan losses. Once monies have been disbursed, the mortgage loans are recorded.

The Corporation provides for possible losses on loans on which foreclosure is anticipated. A potential loss is recorded when the net realizable value, or fair value, of the related collateral or security interest is estimated to be less than the

Corporation's investment in the property less anticipated recoveries from private mortgage insurance, private credit insurance, and various other loan guarantees. In providing for losses, through a charge to operations, consideration is given to the costs of holding real estate, including interest costs. The loan portfolio, property holding periods and property holding costs are reviewed periodically. A general allowance is applied to the performing loan portfolio, and a specific reserve on individual non-performing. This can be modified. While management uses the best information available to make evaluations, future adjustments to the allowances may be necessary if there are significant changes in economic conditions or property disposal programs.

Real Estate Owned

Real estate owned consists principally of properties acquired through foreclosure or repossession and is carried at the lower of cost or estimated net realizable value. These amounts are included in other assets.

Depreciation

Depreciation and amortization of buildings, equipment, and leasehold improvements are computed on a straight-line basis over the estimated useful lives of the related assets. Estimated useful lives range from 3 to 40 years. The capitalization threshold is \$5,000.

Bonds

The Corporation issues bonds to provide capital for its mortgage programs and other uses consistent with its mission. The bonds are recorded at cost plus accreted interest and premiums, less discounts. Discounts and premiums are amortized using the straight-line method. Costs of issuance are expensed when incurred.

Deferred Debt Refunding Expenses

Deferred debt refunding expenses occur when new debt is issued to replace existing debt. The differences between the carrying value of the old debt and the resources used to redeem it are called deferred debt refunding expenses. The unamortized balances of these expenses are recorded as deferred outflows of resources. These expenses are amortized over the shorter of the remaining life of the old debt or the remaining life of the new debt.

Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pension, and pension expense, information about the fiduciary net position of the Public Employees' Retirement System ("PERS") and additions to/from the PERS fiduciary net position have been determined on the same basis as they are reported by PERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Other Post-Employment Benefits

Information about the Other Post-Employment Benefits ("OPEB") fiduciary net position of the PERS plans has been determined on the same basis as reported by PERS. The PERS information includes the valuation of the net OPEB asset, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense. Benefit payments are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Leases

The Corporation recognizes Right of Use Assets, Lease Liabilities, Lease Receivables and Deferred Inflow of Resources for lease contracts with terms greater than 12 months. The Corporation as a Lessee records the Right of Use Assets and Lease Liability, and as a Lessor, records Lease Receivable and Deferred Inflow of Resources, measured at present value of future lease payments and receipts respectively, discounted at Corporation's incremental borrowing rate of 5%. Finance lease costs are recognized in two components, interest expense and amortization expense. As payments are received over the term of the lease, lease revenues are recognized in two components, interest revenue on lease receivable and revenue from amortization of deferred inflow of resources.

Derivative Instruments-Interest Rate Swaps

Subject to certain restrictions, the Corporation's Fiscal Policies allow it to enter into derivative financial instruments called interest rate swap agreements, or swaps. The Corporation enters into swaps with various counterparties to achieve a lower overall cost of funds for certain bond issuances. Under these agreements, the Corporation pays a fixed interest rate to a counterparty in exchange for a variable interest rate payment from that counterparty, or vice versa. All swaps are presented at fair value, with the change in fair value of hedgeable derivatives being recorded as deferred inflows of resources or deferred outflows of resources, and the change in fair value of investment derivatives being recorded as investment revenue.

Operating Revenues and Expenses

The Corporation is authorized to issue bonds to finance the purchase of mortgage loans made to borrowers and to fund other lawful activities of the Corporation. Operating revenues are primarily derived from interest income on mortgage loans and investments. Additionally, the Corporation's statutory purpose includes providing financial assistance programs for rental subsidies to tenants of various housing developments. The Corporation records all revenues from

mortgages and loans, investments, rental activities, and externally funded programs as operating revenues. The primary costs of providing these programs are recorded as operating expenses.

Income Taxes

The Corporation is exempt from federal and state income taxes.

3 CASH AND INVESTMENTS

Cash consists of demand deposits, time deposits, and cash held in trust. The carrying amount of the Corporation's cash is restricted by bond resolutions, contractual agreements, and statutory agreements. A summary of the Corporation's cash is shown below (in thousands):

	June 30, 2024
Restricted cash	\$ 62,693
Unrestricted cash	25,915
Carrying amount	\$ 88,608
Bank balance	\$ 88,304

Investment Valuation

AHFC categorizes its fair value measurements within the fair value hierarchy established by Generally Accepted Accounting Principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

AHFC measures its investments using quoted market prices (Level 1 inputs).

Investment Maturities

The fair value of debt security investments by contractual maturity is shown below (in thousands). Expected maturities may differ from contractual maturities because borrowers may have the right to call or prepay obligations with or without penalty.

	Investment Maturities				June 30, 2024
	Less Than 1 Year	1-5 Years	6-10 Years	More Than 10 Years	
Securities of U.S. Government agencies and corporations	\$ 28,998	\$ 9,987	\$ -	\$ -	\$ 38,985
Commercial paper & medium-term notes	393,830	-	-	-	393,830
Corporate Certificates of Deposit	2,001	-	-	-	2,001
Guaranteed Investment Contracts	-	10,000	12,758	-	22,758
Money market funds	175,309	-	-	-	175,309
Total not including GeFONSI	\$ 600,138	\$ 19,987	\$ 12,758	\$ -	\$ 632,883
GeFONSI pool					1,619
Total AHFC Investment Portfolio					\$634,502

Restricted Investments

A large portion of the Corporation's investments, \$305,439,000, is restricted by bond resolutions, contractual agreements, and statutory agreements, and the remainder, \$329,063,000, is unrestricted.

Realized Gains and Losses

The calculation of realized gains and losses is independent of the calculation of the net increase in the fair value of investments. Realized gains and losses on investments that had been held in more than one fiscal year and sold in the current period may have been recognized as an increase or decrease in the fair value of investments reported in the prior year. The net increase in the fair value of investments in the table below includes all changes in fair value (including purchases and sales) that occurred during the period. A summary of the gains and losses is shown below (in thousands):

Original Amount	June 30, 2024
Ending unrealized holding gain	\$ 5,899
Beginning unrealized holding gain	5,644
Net change in unrealized holding gain	255
Net realized gain (loss)	27
Net increase (decrease) in fair value	\$ 282

Deposit and Investment Policies

The Corporation utilizes different investment strategies depending upon the nature and intended use of the assets being invested. All funds are classified as trusted or non-trusted, and this classification determines the applicable investment guidelines used by staff when making investment decisions. Trusted funds are invested in accordance with their respective indentures or governing agreements. Non-trusted funds are governed by the terms outlined in the Corporation's Fiscal Policies and are typically invested to meet future projected funding need.

The following securities are eligible for investment under the Corporation's Fiscal Policies.

- Obligations backed by the full faith and credit of the United States;
- Obligations of U.S. government-sponsored enterprises ("GSEs") and federal agencies not backed by the full faith and credit of the United States;
- Obligations of the World Bank rated at least "AA" by S&P or "Aa2" by Moody's or "AA" by Fitch if maturing in excess of one year or "A-1" by S&P or "P-1" by Moody's or "F1" by Fitch if maturing in one year or less;
- Money market funds ("MMF") rated at least "AAm" by S&P or "Aa-mf" by Moody's or "AAMm" by Fitch;
- Banker's acceptances and negotiable certificates of deposit of any bank, the unsecured short-term obligations of which are rated at least "A-1" by S&P or "P-1" by Moody's or "F-1" by Fitch and which is incorporated under the laws of the United States of America or any state thereof and subject to supervision and examination by federal or state banking authorities, or which is a foreign bank with a branch or agency licensed under the laws of the United States of America or any state thereof and subject to supervision and examination by federal or state banking authorities, or which is a foreign bank having a long-term issuer rating of at least "AA" from S&P or "Aa2" from Moody's or "AA" from Fitch;
- Commercial paper, including asset-backed commercial paper, rated at least "A-1" by S&P or "P-1" by Moody's or "F1" by Fitch;
- Repurchase agreements ("repos") where: the counterparty is designated as a primary dealer by the Federal Reserve and has a long-term debt rating of at least "A" by S&P or "A" by Moody's or "A" by Fitch or a short-term rating of at least "A-1" by S&P or "P-1" by Moody's or "F-1" by Fitch; collateral is pledged at a minimum level of 102%, valued on a daily basis with a one-business-day cure period; the term of such repurchase agreement is one week or less; a third-party custodian acting as the Corporation's agent has possession of the collateral and holds such collateral in the Corporation's name; the agreement is evidenced by standard documents published by the Securities Industry and Financial Markets Association ("SIFMA"); and the securities to be repurchased are obligations backed by the full faith and credit of the United States or obligations of U.S. government-sponsored enterprises and federal agencies not backed by the full faith and credit of the United States or obligations of the World Bank rated at least "AA" by S&P or "Aa2" by Moody's or "AA" by Fitch if maturing in excess of one year or "A-1" by S&P or "P-1" by Moody's or "F1" by Fitch if maturing in one year or less;
- Guaranteed investment contracts with a financial institution having outstanding unsecured long-term obligations rated, or an investment agreement rating of, at least "AA" by S&P or "Aa2" by Moody's or "AA" by Fitch, or, if the term is one year or less, at least "A-1" by S&P or "P-1" by Moody's or "F-1" by Fitch;
- Fixed and floating-rate notes and bonds, other than commercial paper, issued by corporate or municipal obligors and rated at least "AA" by S&P or "Aa2" by Moody's or "AA" by Fitch if maturing in excess of one year, or at least "A-1" by S&P or "P-1" by Moody's or "F1" by Fitch if maturing, or with a provision for investor withdrawal or put at par, in one year or less;
- Asset-backed securities, other than asset-backed commercial paper, rated at least "AA+" by S&P or "Aa1" by Moody's or "AA+" by Fitch; and

- Investment pools managed by the State of Alaska, including the General Fund and Other Non-Segregated Investments ("GeFONSI") pool.

Credit Risk

Credit risk is the risk of loss due to the failure of the security or backer. The Corporation mitigates its credit risk by limiting investments to those permitted in its Fiscal Policies and relevant governing agreements, diversifying the investment portfolio, and pre-qualifying firms with which the Corporation administers its investment activities.

The credit quality ratings of the Corporation's investments as of June 30, 2024, as determined by nationally recognized statistical rating organizations, are shown below (in thousands), and do not include investments held by GeFONSI pool.

	S&P	Moody's	Investment Fair Value
Securities of U.S. Government agencies & corporations, Commercial paper, Medium-term notes, Guaranteed investment contracts & Certificates of deposit:	AA+	Aaa	\$ 9,987
	A-1+	P-1	101,789
	AA+	Aa3	12,759
	AA-	A1	10,000
	A-1	P-1	197,167
	A-1	P-2	36,767
	A-1	NA	4,971
	A-2	P-1	28,655
	NA	P-1	55,479
Money market funds:	AAAm	Aaa-mf	175,309
			<u>\$ 632,883</u>

Concentration Risk

Concentration risk is the risk of loss attributed to the magnitude of the Corporation's investments in a single issuer. Concentration limits are not established in the bond indentures and governing agreements for trust investments. The following table details the maximum concentration limits for non-trust investments as outlined in the Corporation's Fiscal Policies. Under certain conditions, the Fiscal Policies permit investments in excess of these limits. For more information, please see the Corporation's Fiscal Policies at: <http://www.ahfc.us/pros/investors/fiscal-policies>.

Investment Category	Category Limit as % of Total Portfolio	Issuer Limit as % of Total Portfolio
U.S. Government obligations	n/a	n/a
U.S. GSEs and agencies	n/a	35%
World Bank obligations	n/a	35%
Money market funds	n/a	n/a
Banker's acceptances, negotiable CDs	n/a	5%
Commercial paper	n/a	5%
Repurchase agreements	n/a	25%
Guaranteed investment contracts	n/a	5%
Corporate and municipal notes and bonds	n/a	5%
Asset-backed securities	20%	5%
State of Alaska investment pools	n/a	n/a

Investment Holdings Greater than Five Percent of Total Portfolio

The following investment holdings, summarized by issuer, include both investments that are governed by the maximum concentration limits of the Corporation's Fiscal Policies and trusted investments which have no established concentration limits. As of June 30, 2024, the Corporation had investment balances greater than 5 percent of the Corporation's total investments with the following issuers (in thousands).

Issuer	Investment Fair Value	Percentage of Total Portfolio	Investment Category
Morgan Stanley	\$ 66,186	10.43%	MMF
Invesco Ltd.	54,729	8.63%	MMF
JP Morgan	54,397	8.57%	MMF
MetLife	52,503	8.27%	CP
	<u>\$ 227,815</u>		

Custodial Credit Risk

The Corporation assumes levels of custodial credit risk for its deposits with financial institutions, bank investment agreements, and investments. For deposits, custodial credit risk is the risk that, in the event of a bank failure, the Corporation's deposits may not be returned. For bank investment agreements and investments, custodial credit risk is the risk that, in the event of failure of the custodian or counterparty holding the investment, the Corporation will not be able to recover the value of the investment. As stated in the Corporation's Fiscal Policies, credit risk is mitigated by limiting investments to those highly-rated securities permitted in the Fiscal Policies and by pre-qualifying firms through which the Corporation administers its investment activities.

Of the Corporation's \$88,304,000 bank balance as of June 30, 2024, cash deposits in the amount of \$139,000 were uninsured and uncollateralized.

Interest Rate Risk

Interest rate risk is the risk that the market value of investments will decline as a result of changes in general interest rates. As stated in the Corporation's Fiscal Policies, for non-trust investments, the Corporation mitigates interest rate risk by structuring its investment maturities to meet cash requirements (including corporate operations), thereby avoiding the need to sell securities in the open market prior to maturity. For investments held in trust, investment maturities are structured to meet cash requirements as outlined in the bond indentures and contractual and statutory agreements.

The GeFONSI pool investment interest rate risk details are at the end of this footnote.

Modified Duration

Modified duration estimates the sensitivity of an investment to interest rate changes. The following table shows the Corporation's trusted and non-trusted investments (in thousands, net of GeFONSI holdings) with their modified duration as of June 30, 2024, in thousands:

Issuer	Investment Fair Value	Modified Duration
Securities of U.S. Government agencies and corporations:		
Federal agency pass through securities	\$ 38,985	0.427
Certificate of Deposit	2,001	0.269
Commercial paper & medium-term notes:		
Commercial paper discounts	361,431	0.295
Medium-term notes	32,399	0.739
Guaranteed Investment Contracts	22,758	5.233
Money market funds	175,309	0.000
Portfolio modified duration	<u>\$ 632,883</u>	0.420

Investment in GeFONSI Pool

The Alaska State Department of Revenue, Treasury Division, has established various investment pools to manage funds for which the Commissioner of Revenue has fiduciary responsibility. The GeFONSI pool in which the Corporation participates is itself comprised of investment shares of the State's Short-term Fixed Income, and Intermediate-term Fixed Income investment pools. Assets in these pools are reported at fair value with purchases and sales recorded on a trade-date basis. Securities are valued each business day using prices obtained from a pricing service. The complete financial activity of the State's investment pools is shown in the Annual Comprehensive Financial Report (ACFR) available from the Department of Administration, Division of Finance.

The accrual basis of accounting is used for the investment income and GeFONSI investment income is distributed to pool participants monthly if prescribed by statute or if appropriated by state legislature. Income in the Short-term, Short-term Liquidity and Intermediate-term Fixed Income Pools is allocated to the pool participants daily on a pro-rata basis. The fair value of the Corporation's investment in the GeFONSI pool was \$1,619,000 as of June 30, 2024.

For additional information on interest rate risk, credit risk, foreign exchange, derivatives, fair value, and counterparty credit risk see the separately issued report on the Invested Assets of the Commissioner of Revenue at: <http://treasury.dor.alaska.gov/Investments/Annual-Investment-Reports.aspx>.

4 INTERFUND RECEIVABLE/PAYABLE

A summary of the interfund receivable/payable balance as of June 30, 2024, is shown below (in thousands):

Due To	Due From						Total
	Administrative Fund	Grant Programs	Mortgage or Bond Programs	Other Funds or Programs	Alaska Corporation for Affordable Housing		
Administrative Fund	\$ -	\$ 19,019	\$ -	\$ 3,187	\$ 53		\$ 22,259
Grant Programs	48,831	-	-	-	1,423		50,254
Mortgage or Bond Programs	30,294	-	-	-	-		30,294
Other Funds or Programs	653	-	-	-	-		653
Total	\$ 79,778	\$ 19,019	\$ -	\$ 3,187	\$ 1,476		\$ 103,460

The balance due to the Mortgage or Bond programs from the Administrative Fund resulted primarily from monies belonging to these funds being deposited in an Administrative Fund account to obtain a greater rate of return.

The balance due to the Administrative Fund from Grant Programs, Other Funds or Programs, and ACAH resulted primarily from expenditures paid by the Administrative Fund on behalf of those programs, as well as an allocation of management and bookkeeping fees mandated by HUD.

The balance due from ACAH to the Grant Programs is the result of a repayable grant to ACAH for the purchase of land in 2013.

5 MORTGAGE LOANS, NOTES AND OTHER LOANS

A summary of mortgage loans, notes and other loans is shown below (in thousands):

	June 30, 2024
Mortgage loans	\$ 3,171,942
Multifamily loans	373,237
Other notes receivable	72,288
	3,617,467
Less:	
Allowance for losses	(48,079)
Net Mortgages, Notes & Other	\$ 3,569,388

Of the \$3,617,467,000 mortgage loans, notes, and other loans, \$107,806,000 is due within a year.

Other notes receivable include monies due to AHFC for various unconventional loan programs, monies remaining unexpended by grant recipients, and notes receivable due to ACAH of \$28,125,000. Included in the allowance for losses is \$8,401,000 for ACAH's notes receivable bringing ACAH's net notes receivable to \$19,724,000.

Other supplementary loan information is summarized in the following table (in thousands):

	June 30, 2024
Loans Delinquent 30 days or more	\$ 100,927
Foreclosures during reporting period	3,562
Loans in foreclosure process	8,854
<u>Mortgage-related commitments:</u>	
To purchase mortgage loans	\$ 177,123

6 INSURANCE AGREEMENTS

The Corporation has obtained private mortgage insurance, credit insurance, or guarantees on certain mortgages and loans. The agreements protect the Corporation to varying degrees against losses arising from the disposition of the related collateral obtained through foreclosure or repossession, as well as the costs of obtaining title to, maintaining, and liquidating the collateral. The Corporation is exposed to losses on disposition in the event the insurers or guarantors are unable or refuse to meet their obligations under these agreements.

7 LEASES

Lease Liability and Asset

As of June 30, 2024, the Corporation recognized a total of \$7,648,000 Lease Liability, comprised of \$588,000 Current Lease Liability and \$7,060,000 Long term Lease Liability. Also recognized is \$8,383,000 Right-of-Use Asset and related accumulated amortization of \$1,085,000. The Corporation as a Lessee records the Right-of-Use Asset and Lease Liability at present value of future lease payments discounted at weighted-average discount rate, based on the Corporation's incremental borrowing rate of 5% subject to reexamination on annual basis.

The Corporation leases certain office facilities and equipment for various terms under long-term, non-cancelable operating lease agreements. The leases expire at various dates through 2041 and provide for renewal options ranging from one year to ten years. The Corporation included in the determination of the right-of-use asset and lease liabilities any renewal options when the options are reasonably certain to be exercised. The leases provide for increases in future minimum annual rental payments based on lease agreements subject to certain minimum increases.

Remaining obligations associated with these leases are as follows (in thousands):

Date	Interest Due	Principal Due
6/30/2025	\$ 367	\$ 588
6/30/2026	345	600
6/30/2027	309	686
6/30/2028	296	733
6/30/2029	253	762
2030 and thereafter	\$ 660	\$ 4,279

Lease Receivable

In 2007, the Corporation constructed a parking garage (the "Pacillo Parking Garage") in downtown Anchorage with its corporate assets. The Pacillo Parking Garage cost \$44,000,000 and was leased to the State of Alaska for use by its departments and agencies located in Anchorage.

The State has the option to purchase the Pacillo Parking Garage for \$1 after December 1, 2027, which is the end of the lease. In 2015, the Corporation issued its State Capital Project Bonds II, 2015 Series B and C, respectively, to partially refund its State Capital Project Bonds, 2007 Series A, which were originally issued in 2007 to finance the Pacillo Parking Garage.

As of June 30, 2024, the Corporation recognized valuation of Lease Receivable of \$12,820,000 measured based on discounted future lease at Corporation's incremental borrowing rate of 5%, subject to reexamination on annual basis. The following table lists the components of the Lease Receivable and shows the future minimum payments under the lease for the next four years (in thousands):

Future Minimum Payments Due	
Twelve Months Ending June 30,	Total
2025	\$ 3,304
2026	3,304
2027	3,304
Thereafter	3,302
Gross payments due	13,214
Less: Unearned revenue	(394)
Net Lease Receivable – Pacillo Parking Garage	<u>\$ 12,820</u>

The Corporation receives lease payments from leasing certain properties to a local charitable organization in the form of a monthly utility offset payment. The lease term commenced on April 1, 2009, through June 30, 2019. The Corporation opted to renew for an additional 10 year period, which terminates this lease in March 2029. As of June 30, 2024, the Corporation recognized a Lease Receivable from this lease of \$73,000 measured at present value of future lease receivable expected to be received during the lease term discounted at 5% incremental borrowing rate.

ACAH receives lease payments from leasing various properties in Anchorage, Wasilla, and Fairbanks in the form of monthly and annual payments. The lease terms expire at various dates through 2078 and provide for renewal options of one year. As of June 30, 2024, ACAH recognized a Lease Receivable of \$3,321,000 measured at the present value of future lease receivable expected to be received during the lease term discounted at the 5% incremental borrowing rate.

As of June 30, 2024, AHFC recognized a combined total Lease Receivable as follows (in thousands):

Lease Receivable	June 30, 2024
Pacillo Parking Garage	\$ 12,820
ACAH Properties	3,321
Leases to Charitable Organizations	73
Total Lease Receivable	<u>\$ 16,214</u>

8 CAPITAL ASSETS

Capital assets activity for the twelve months ended June 30, 2024, and a summary of balances is shown below (in thousands):

Issuer	June 30, 2023	Additions	Reductions	June 30, 2024
Non-Depreciable Capital Assets:				
Land	\$ 20,742	\$ 379	\$ (51)	\$ 21,070
Construction in progress	-	2,827	(2,827)	-
Total Non-Depreciable	20,742	3,206	(2,878)	21,070
Depreciable Capital Assets:				
Buildings	245,488	2,827	-	248,315
Computers & Equipment	3,699	517	-	4,216
Vehicles	3,333	206	(137)	3,402
Less: Accumulated depreciation				
Buildings	(195,991)	(5,969)	-	(201,960)
Computers & Equipment	(3,346)	(250)	-	(3,596)
Vehicles	(2,383)	(307)	137	(2,553)
Total Depreciable, Net	50,800	(2,976)	-	47,824
Total Capital Assets, Net	\$ 71,542	\$ 230	\$ (2,878)	\$ 68,894

The above capital assets include \$5,120,000 of land and land improvements that belong to ACAH.

Depreciation expense charged by the Corporation was \$6,526,000 for the twelve months ended June 30, 2024.

The Corporation is obligated under contracts and other commitments to purchase and/or modernize certain fixed assets. The total commitment, including amounts to be funded by third parties, was \$11,231,000 as of June 30, 2024.

In 2017, the State exercised the option to purchase the Atwood Office Building and associated land, identified as Block 79, for \$1. The Atwood Office Building was leased to the State of Alaska as part of the Corporation's State Building Lease Program. Block 102, containing land the State did not transfer but may take ownership of at a later date, is reported as a Corporation asset at the assessed value of \$4,175,000, with a net book value of zero in the Other Non-Current Assets section of the financial statements, pending potential future transfers.

9 DEFERRED OUTFLOWS OF RESOURCES

The Government Accounting Standards Board has defined deferred outflows of resources as the consumption of resources that are applicable to a future period. AHFC's deferred outflows of resources as of June 30, 2024, were interest rate swap derivatives of \$27,057,000, deferred debt refunding expense of \$18,596,000, pension deferred outflows of \$3,363,000, and other post-employment benefits deferred outflows of \$3,612,000, for a total of \$52,628,000.

10 BONDS PAYABLE

All of the bonds are general obligations of the Corporation for which its full faith and credit are pledged. All of the bonds are secured, as described in the applicable agreements, by the revenues, monies, investments, mortgage loans, and other assets in the funds and accounts established by the respective security agreements. A substantial portion of the assets of the Corporation are pledged to the outstanding obligations of the Corporation.

The Corporation's obligations are not a debt of the State, and the State is not directly liable thereon except for the Veterans Mortgage Program Bonds. The Veterans Mortgage Program Bonds are backed by the full faith and credit of the State. Although the Corporation has always made its Veterans Mortgage Program Bond payments, in the event that the Corporation cannot make the payments, the State would be responsible for the principal and interest.

Bonds outstanding as of June 30, 2024, are as follows (in thousands):

	Original Amount	June 30, 2024
Housing Bonds:		
Home Mortgage Revenue Bonds, Tax-Exempt:		
• 2002 Series A; Floating Rate*; 4.80% at June 30, 2024, due 2032-2036	\$ 170,000	\$ 23,810
Unamortized swap termination penalty		(779)
• 2007 Series A; Floating Rate*; 3.88% at June 30, 2024, due 2024-2041	75,000	61,215
• 2007 Series B; Floating Rate*; 3.88% at June 30, 2024, due 2024-2041	75,000	61,215
• 2007 Series D; Floating Rate*; 3.83% at June 30, 2024, due 2024-2041	89,370	72,925
• 2009 Series A; Floating Rate*; 3.83% at June 30, 2024, due 2024-2040	80,880	69,830
• 2009 Series B; Floating Rate*; 3.83% at June 30, 2024, due 2024-2040	80,880	69,830
• 2009 Series D; Floating Rate*; 3.83% at June 30, 2024, due 2024-2040	80,870	69,815
Total Home Mortgage Revenue Bonds	652,000	427,861
Collateralized Bonds (Veterans Mortgage Program), Tax-Exempt:		
• 2016 First and Second Series; 1.65% to 2.90%, due 2024-2037	50,000	23,990
• 2019 First and Second Series; 2.05% to 4.00%, due 2024-2048	60,000	12,585
Unamortized premium		310
• 2023 First Series; 3.15% to 4.65%, due 2027-2052	49,900	49,900
Total Collateralized Bonds (Veterans Mortgage Program)	159,900	86,785
General Mortgage Revenue Bonds II, Tax-Exempt:		
• 2016 Series A; 1.90%-3.50%, due 2024-2046	100,000	34,425
Unamortized premium		86
• 2018 Series A; 2.60%-4.00%, due 2024-2048	109,260	22,740
Unamortized premium		670
• 2018 Series B; 5.00%, due 2031	58,520	28,465
Unamortized premium		2,722
• 2019 Series A; 1.55%-3.75%, due 2024-2044	136,700	81,980
Unamortized premium		807
• 2019 Series B; 5.00%, due 2030-2033	24,985	19,985
Unamortized premium		3,100
• 2020 Series A; 0.70%-3.25%, due 2024-2044	135,170	100,260
Unamortized premium		2,337
• 2020 Series B; 2.00%-5.00%, due 2030-2035	74,675	74,675
Unamortized premium		9,094
• 2022 Series A; 0.50%-3.00%, due 2024-2051	39,065	33,475
Unamortized premium		830
• 2022 Series B; 1.65%-5.00%, due 2030-2036	83,730	83,730
Unamortized premium		12,322
• 2022 Series C; 2.75%-5.75%, due 2024-2052	87,965	84,850
Unamortized premium		2,269
• 2024 Series A; 3.20%-6.00%, due 2024-2054	75,000	75,000
Unamortized premium		1,855
• 2024 Series B; 3.63%-5.00%, due 2031-2036	48,120	48,120
Unamortized premium		3,701
Total General Mortgage Revenue Bonds II, Tax-Exempt	973,190	727,498

	Original Amount	June 30, 2024
Housing Bonds (cont.):		
General Mortgage Revenue Bonds II, Taxable:		
• 2024 Series C; 4.81%-6.25%, due 2024-2053	120,000	120,000
Unamortized premium		985
Total General Mortgage Revenue Bonds II, Taxable	120,000	120,985
Governmental Purpose Bonds, Tax-Exempt:		
• 2001 Series A; Floating Rate*; 3.83% at June 30, 2024, due 2024-2030	76,580	25,295
Unamortized swap termination penalty		(1,370)
• 2001 Series B; Floating Rate*; 3.83% at June 30, 2024, due 2024-2030	93,590	30,905
Total Governmental Purpose Bonds	170,170	54,830
Total Housing Bonds	2,075,260	1,417,959
Non-Housing Bonds:		
State Capital Project Bonds II, Tax-Exempt:		
• 2014 Series D; 5.00%, due 2024	78,105	3,905
Unamortized premium		35
• 2015 Series A; 5.00%, due 2024-2025	111,535	8,530
Unamortized premium		145
• 2015 Series B; 3.38% to 5.00%, due 2024-2036	93,365	32,215
Unamortized discount		(88)
Unamortized premium		66
• 2015 Series C; 5.00%, due 2025	55,620	4,300
Unamortized premium		88
• 2017 Series A; 4.00% to 5.00%, due 2024-2032	143,955	103,935
Unamortized premium		6,574
• 2017 Series C; 5.00%, due 2024-2032	43,855	40,090
Unamortized premium		2,365
• 2018 Series B; 3.13% to 5.00%, due 2024-2038	35,570	28,870
Unamortized discount		(47)
Unamortized premium		2,005
• 2019 Series B; 4.00% to 5.00%, due 2024-2039	60,000	50,970
Unamortized premium		5,723
• 2021 Series A; 4.00% to 5.00%, due 2024-2030	90,420	84,980
Unamortized premium		10,468
• 2022 Series B; 4.00% to 5.00%, due 2024-2037	97,700	87,965
Unamortized discount		(34)
Unamortized premium		6,280
• 2023 Series A; 5.00%-5.25%, due 2027-2041	99,995	99,995
Unamortized premium		8,678
Total State Capital Project Bonds II, Tax-Exempt	910,120	588,013

	Original Amount	June 30, 2024
Non-Housing Bonds (cont.):		
State Capital Project Bonds II, Taxable:		
• 2017 Series B; Floating Rate*; 5.37% at June 30, 2024, due 2047	150,000	90,000
• 2018 Series A; Floating Rate*; 5.38% at June 30, 2024, due 2031-2043	90,000	90,000
• 2019 Series A; Floating Rate*; 5.35% at June 30, 2024, due 2033-2044	140,000	140,000
• 2020 Series A; 1.01% to 2.18%, due 2024-2033	96,665	92,800
• 2022 Series A; Floating Rate*; 5.35% at June 30, 2024, due 2037-2052	200,000	200,000
Total State Capital Project Bonds II, Taxable	676,665	612,800
Total Non-Housing Bonds	1,586,785	1,200,813
Total Bonds Payable	\$ 3,662,045	\$ 2,618,772

Note: Debt service payments on the above-mentioned bonds are semi-annual unless otherwise mentioned.

*Interest rates on the annotated variable-rate bonds are established by the Remarketing Agents on each Rate Determination Date.

Assets Pledged as Collateral for Debt

AHFC's bonds are secured by the general obligation of the Corporation and may also be secured with collateral from mortgages, investments and/or direct financing leases. See the table below (in thousands):

	Mortgages	Investments	Leases	Total
Housing	\$ 1,905,735	\$ 119,964	\$ -	\$ 2,025,699
Non-Housing	-	-	12,820	12,820
Total	\$ 1,905,735	\$ 119,964	\$ 12,820	\$ 2,038,519

Redemption Provisions

The bonds are generally subject to certain early-redemption provisions, both mandatory and at the option of the Corporation. The Corporation redeems debt pursuant to the terms of the related agreements governing such redemptions. For housing bonds, such agreements typically permit surplus revenues resulting primarily from mortgage loan prepayments to be used to retire housing obligations at par. With respect to non-housing and direct placement bonds, such agreements typically permit optional redemptions at par from any source of funds on or after a specified date.

The Corporation also issues new debt whose proceeds are used to redeem previously issued debt, called current refundings. The related discounts and costs of issuance of the old debt are classified as a deferred outflow of resources and amortized as interest expense. The Corporation may call some bonds at a premium using any monies once bonds reach a certain age and may also use a clean-up call to redeem certain bonds once the outstanding amount falls below 15% of the total issuance.

During the twelve months ended June 30, 2024, the Corporation made special redemptions in the amount of \$89,370,000 of which \$67,310,000 was from a prior period defeasance.

Bond Defeasances

There were no new bond defeasances in fiscal year 2024. A summary of defeased debt that will be redeemed on their first optional redemption date, as of June 30, 2024, follows (in thousands):

	Month Defeased	June 30, 2024
State Capital Project Bonds II, 2014 Series D	June 2021	39,980
State Capital Project Bonds II, 2015 Series A	June 2021	54,780
State Capital Project Bonds II, 2015 Series B	June 2021	29,945
State Capital Project Bonds II, 2015 Series C	June 2021	31,045
		<u>\$ 155,750</u>

Debt Service Requirements**

For all bonds in the preceding schedules, excluding any defeased bonds, the Corporation's annual debt service requirements through 2029, and in five year increments thereafter to maturity, are shown below (in thousands):

Fiscal Year Ending June 30,	Housing Bond Debt Service		Non-Housing Bond Debt Service		Total Debt Service		
	Principal	Interest*	Principal	Interest*	Principal	Interest*	Total
2025	\$ 45,140	\$ 56,638	\$ 58,345	\$ 52,064	\$ 103,485	\$ 108,702	\$ 212,187
2026	48,350	51,616	45,425	49,555	93,775	101,171	194,946
2027	50,120	50,164	48,075	47,459	98,195	97,623	195,818
2028	48,630	48,627	65,535	44,779	114,165	93,406	207,571
2029	49,660	47,032	68,375	41,877	118,035	88,909	206,944
30-34	482,005	190,963	284,000	184,650	766,005	375,613	1,141,618
35-39	292,135	112,925	190,915	135,590	483,050	248,515	731,565
40-44	174,225	66,289	188,240	84,493	362,465	150,782	513,247
45-49	100,905	39,492	166,605	39,346	267,510	78,838	346,348
50-54	87,850	12,130	43,040	4,109	130,890	16,239	147,129
55-59	-	-	-	-	-	-	-
	\$ 1,379,020	\$ 675,876	\$ 1,158,555	\$ 683,922	\$ 2,537,575	\$ 1,359,798	\$ 3,897,373

* Interest requirements have been computed for hedged variable rate bonds using the associated fixed swap rates and for unhedged variable rate bonds using interest rates in effect at June 30, 2024.

** Also see Note 11 – Derivatives.

Events of Default

Significant finance-related events of default with respect to the Corporation's outstanding housing, non-housing, and direct placement bonds include a failure to repay principal at stated maturity or upon redemption; a failure to pay interest when due; and a continued failure to comply with, or default in the performance or observance of, certain other covenants, agreements or conditions in the Indenture 45 days after having received written notice thereof.

Conduit Debt

From time to time, the Corporation has issued debt to assist private-sector entities in the acquisition or construction of facilities that help the Corporation fulfill its mission of making housing affordable for all Alaskans. The bonds are secured by the properties financed and are payable from rents, payments received on the underlying mortgage loans, as well as tax credits, grants and other subsidy funding. Neither the Corporation nor the State is obligated in any manner for repayment of the bonds. Accordingly, the bonds and any related assets are not reported as assets or liabilities in the accompanying financial statements.

A summary of all conduit debt as of June 30, 2024, follows (in thousands):

	Maximum Issue Amount	Balance	Remaining Authority
Revenue Bonds, 2023 (Spenard East Phase II)	\$ 10,000	\$ 9,153	\$ 847
Revenue Bonds, 2023 (Brewsters MT View 21)	5,500	4,277	1,223
Revenue Bonds, 2022 (ACAH Fairbanks Project)	13,000	13,000	-
Revenue Bonds, 2021 (Little Dipper Project)	4,327	4,327	-
Total	\$ 32,827	\$ 30,757	\$ 2,070

11 DERIVATIVES

The Corporation entered into certain derivatives contracts to reduce its overall cost of capital and protect against the risk of rising interest rates. The Corporation's derivatives consist of interest rate swap agreements entered into in connection with its long-term variable rate bonds. The interest rate swaps are pay-fixed, receive-variable agreements, and were entered into at a cost less than what the Corporation would have paid to issue conventional fixed-rate debt.

The swaps are recorded and disclosed as either hedging derivatives or investment derivatives. The synthetic instrument method was used to determine whether or not the derivatives constitute effective hedges. The fair values of the hedgeable derivatives and investment derivatives are presented in the Statement of Net Position, either as a derivative liability (negative fair value amount) or as a derivative asset (positive fair value amount). If a swap changes from a hedgeable derivative to an investment derivative, the hedge is considered terminated and the accumulated change in fair value is no longer deferred but recognized as a revenue item.

AHFC categorizes its fair value measurements within the fair value hierarchy established by Generally Accepted Accounting Principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

The fair value amounts, obtained from mark to market statements from the respective counterparties and reconciled to present value calculations done by the Corporation, represent mid-market valuations that approximate the current economic value using market averages, reference rates, and/or mathematical models. These measurements are Level 2 inputs. Actual trade prices may vary significantly from these estimates as a result of various factors, which may include (but are not limited to) portfolio composition, current trading intentions, prevailing credit spreads, market liquidity, hedging costs and risks, position size, transaction and financing costs, and the use of capital profit. The fair value represents the current price to settle swap assets or liabilities in the marketplace if a swap were to be terminated.

The Corporation's interest rate swaps require that if the ratings on the associated bonds fall to "BBB+/Baa1", the Corporation would have to post collateral of up to 100 percent of the swap's fair value. As of June 30, 2024, the Corporation had not posted any collateral and was not required to post any collateral.

Hedging Derivatives

The significant terms and credit ratings of the Corporation's hedging derivatives as of June 30, 2024, are shown below:

Related Bond Issue	Effective Date	Fixed Rate Paid	Variable Rate Received	Swap Termination Date	Counterparty Credit Rating ⁵
GP01B ²	08/02/01	4.1127%	67% of 1M Fallback Rate (SOFR) ¹	12/01/30	A+/Aa1
E021A ³	10/09/08	2.9800%	70% of 3M Fallback Rate (SOFR) ¹	06/01/32	AA-/Aa2
E071AB ³	05/31/07	3.7345%	70% of 3M Fallback Rate (SOFR) ¹	12/01/41	AA-/Aa2
E071BD ³	05/31/07	3.7200%	70% of 3M Fallback Rate (SOFR) ¹	12/01/41	A+/Aa2
E091A ³	05/28/09	3.7610%	70% of 3M Fallback Rate (SOFR) ¹	12/01/40	A+/Aa2
E091B ³	05/28/09	3.7610%	70% of 3M Fallback Rate (SOFR) ¹	12/01/40	AA-/Aa2
E091ABD ³	05/28/09	3.7400%	70% of 3M Fallback Rate (SOFR) ¹	12/01/40	A+/Aa2
SC19A ⁴	06/01/19	3.2220%	100% of 1M Fallback Rate (SOFR) ¹	12/01/29	A/A1

1. SOFR-Secured Overnight Finance Rate

2. Governmental Purpose Bonds

3. Home Mortgage Revenue Bonds

4. State Capital Project Bonds II

5. Standard & Poor's/Moody's

The change in fair value and ending balance of the hedging derivatives as of June 30, 2024, is shown below (in thousands). The fair value is reported as a deferred outflow / inflow of resources in the Statement of Net Position.

Related Bond Issue	Notional Amounts	Present Values	Fair Value		Change in Fair Value
			June 30, 2024	June 30, 2023	
GP01B	\$ 30,905	\$ 32,181	\$ (1,276)	\$ (1,782)	\$ 506
E021A	23,810	23,771	39	(135)	174
E071AB	117,213	124,810	(7,597)	(10,940)	3,343
E071BD	78,142	83,164	(5,022)	(7,279)	2,257
E091A	62,843	66,815	(3,972)	(5,679)	1,707
E091B	62,843	66,815	(3,972)	(5,679)	1,707
E091ABD	83,789	89,007	(5,218)	(7,519)	2,301
SC19A	140,000	133,793	6,207	4,915	1,292
	\$ 599,545	\$ 620,356	\$ (20,811)	\$ (34,098)	\$ 13,287

As of June 30, 2024, debt service requirements of the Corporation's outstanding variable-rate debt and net swap payments are displayed in the following schedule (in thousands). As interest rates vary, variable-rate bond interest payments and net swap payments will also vary.

Fiscal Year Ending June 30,	VRDO Principal	VRDO Interest	Swap Net Payments	Total Payments
2025	\$ 22,440	\$ 25,244	\$ (4,007)	\$ 43,667
2026	23,495	24,372	(3,973)	43,894
2027	24,630	23,433	(3,937)	44,126
2028	25,820	22,489	(3,908)	44,401
2029	27,045	21,397	(3,857)	44,585
2030-2034	268,405	57,033	(4,296)	321,142
2035-2039	141,660	28,245	(1,404)	168,501
2040-2044	66,050	3,348	(168)	69,230
	<u>\$ 599,545</u>	<u>\$ 205,561</u>	<u>\$ (25,550)</u>	<u>\$ 779,556</u>

Credit Risk

As of June 30, 2024, the Corporation was exposed to credit risk on its State Capital Project Bonds II 2019 Series A, to the extent of the associated swap's positive fair value of \$6,207,000, and on its Home Mortgage Revenue Bonds 2002 Series A, to the extent of the associated swap's positive fair value of \$39,000. The Corporation was not exposed to credit risk on its remaining swap agreements because these swaps all have negative fair values.

The Corporation's swap agreements require full collateralization of the fair value amount of a swap should the swap counterparty's rating fall to "BBB+/Baa1".

The Corporation currently has swap agreements with five separate counterparties. Approximately 34.0% of the total notional amount of the swaps is held with one counterparty rated "AA-/Aa2". Another 27.0% of the total notional amount of the swaps is held with another counterparty rated "A+/Aa2," and 23.4% of the total notional amount of the swaps is held with another counterparty rated "A/A1." Of the remaining swaps, the counterparties are rated "A+/Aa2" and "A+/Aa1", approximating 10.5% and 5.2% respectively, of the total notional amount of the swaps.

Interest Rate Risk

The Corporation is exposed to interest rate risk on all of its interest rate swaps. As underlying indices such as SOFR or SIFMA change, the Corporation's net payment on its swaps will also change accordingly.

Basis Risk

The Corporation is exposed to basis risk when the variable payment received on an interest rate swap is based on an index that differs from the index on which the Corporation's variable-rate payment to its bondholders is based. In such instance, the float payment received from the swap counterparty may not fully offset the variable rate paid on the bonds.

As of June 30, 2024, the Corporation's interest rate swaps were based on the SOFR index, while its variable rate bonds were based on SOFR or SIFMA indexes.

The relative ratios among such indices have fluctuated since the Corporation's swap agreements became effective and will continue to do so as market conditions change.

Termination Risk

Termination risk is the risk of an unscheduled termination of a swap prior to its planned maturity. If any of the swaps are terminated, the associated floating rate bonds would no longer carry synthetic fixed interest rates and the Corporation would be exposed to interest rate risk on the bond. This risk is mitigated by the fact that the termination payment could be used to enter into an identical swap at the termination date of the existing swap. Further, if any of the swaps have a negative fair value at termination, the Corporation would be liable to the counterparty for payments equal to the swaps' fair value. The Corporation or the counterparty may terminate any of the swaps if the other party fails to perform under the terms of the agreement, including downgrades and events of default.

Rollover Risk

Rollover risk occurs when there is a mismatch in the amortization of the swap versus the amortization of the floating rate bonds. The Corporation has structured the swaps to amortize at the same rate as scheduled or anticipated reductions in the associated floating rate bonds outstanding.

12 OTHER CURRENT LIABILITIES

Other Current Liabilities as of June 30, 2024, are composed of the accounts and balances as follows (in thousands):

Other Current Liabilities	June 30, 2024
Accounts Payable	\$ 8,980
Accrued Payroll	6,385
Lease Liability	588
Other Miscellaneous Liabilities	999
Service Fees Payables	952
Unearned Grant Revenue	77,148
Total	<u>\$ 95,052</u>

13 LONG TERM LIABILITIES

Activity for the twelve months ended June 30, 2024, is summarized in the following schedule (in thousands):

	June 30, 2023	Additions	Reductions	June 30, 2024	Due Within One Year
Total bonds and notes payable	\$ 2,347,283	\$ 409,172	\$ (137,683)	\$ 2,618,772	\$ 103,485
Net Pension liability	35,286	-	(1,124)	34,162	-
Compensated absences	3,071	2,822	(2,841)	3,052	1,894
Lease liability	1,414	15,529	(9,295)	7,648	588
Other liabilities	222	285	(303)	204	-
Total long-term liabilities	<u>\$ 2,387,276</u>	<u>\$ 427,808</u>	<u>\$ (151,246)</u>	<u>\$ 2,663,838</u>	<u>\$ 105,967</u>

14 SHORT TERM DEBT

The Corporation has a taxable commercial paper program. Commercial paper is used to refund certain tax-exempt debt until new debt replaces it. Individual maturities range up to 270 days from date of issuance. The maximum aggregate outstanding principal balance authorized by the Corporation's Board of Directors is \$150,000,000. The lowest yield during the twelve months ended June 30, 2024, was 5.15% and the highest, 5.50%.

Short term debt activity for the twelve months ended June 30, 2024, is summarized in the following schedule (in thousands):

	June 30, 2023	Additions	Reductions	June 30, 2024
Commercial paper	\$ 129,642	\$ 197,166	\$ (280,266)	\$ 46,542
Unamortized discount	(1,166)	(2,815)	3,377	(604)
Commercial paper, net	<u>\$ 128,476</u>	<u>\$ 194,351</u>	<u>\$ (276,889)</u>	<u>\$ 45,938</u>

15 DEFERRED INFLOWS OF RESOURCES

The Government Accounting Standards Board has defined deferred inflows of resources as the acquisition of resources that are applicable to a future period. At June 30, 2024, AHFC recognized a combined total deferred inflows of \$20,630,000 as follows:

- Other Post-Employment Benefits ("OPEB") related deferred inflows totaled \$715,000, consisting of the sum of a) the difference of actuarial benefit assumptions vs. actual benefit experience in the amount of \$108,000 b) the net effect of changes in actuarial assumptions in the amount of \$589,000 and c) changes in proportional contribution levels among participating employers totaling \$18,000.
- Lease-related deferred inflows totaled \$13,669,000, consisting of or more leases with local charitable organizations totaling \$62,000, with the Corporation's affordable housing subsidiary, the Alaska

Corporation for Affordable Housing, totaling \$3,153,000, and the Pacillo Parking Garage lease in the amount of \$10,454,000.

- Derivatives-related deferred inflows totaled \$6,246,000.

16 TRANSFERS

Transfers for the twelve months ended June 30, 2024, are summarized in the following schedule (in thousands):

	From					Total
	Administrative Fund	Grant Programs	Mortgage or Bond Programs	Other Funds or Programs	Alaska Corporation for Affordable Housing	
Administrative Fund	\$ -	\$ -	\$ 554,998	\$ 7,781	\$ -	\$ 562,779
Grant Programs	21,554	-	-	-	-	21,554
Mortgage or Bond Programs	534,353	-	-	-	-	534,353
Other Funds or Programs	11,002	-	-	-	-	11,002
Alaska Corporation for Affordable Housing	211	-	-	-	-	211
Total	\$ 567,120	\$ -	\$ 554,998	\$ 7,781	\$ -	\$ 1,129,899

Transfers are used to:

1. Move cash between the Administrative Fund and the Mortgage or Bond Programs to subsidize debt service payments or satisfy bond indenture requirements;
2. Move mortgages between the Administrative Fund and the Mortgage or Bond Programs;
3. Record expenditures paid on behalf of the Grant Programs, the Mortgage or Bond Programs, and the Other Funds or Programs by the Administrative Fund;
4. Move cash and mortgages between various Mortgage or Bond Programs; or
5. Record any non-reimbursable expenditures paid by the Administrative Fund on behalf of ACAH and cash transferred between the Administrative Fund and ACAH.

17 OTHER CREDIT ARRANGEMENTS

The Corporation currently has certain outstanding debt obligations in relation to which it has entered into standby bond purchase agreements ("SBPAs") to guarantee the payment of debt service in the event of unremarketed tenders. Additionally, in June 2022, the Corporation entered into a direct-pay letter of credit ("D-LOC") which guarantees the purchase of unremarketed tenders and the payment of regular debt service with respect to the Corporation's \$200 million State Capital Project Bonds II, 2022 Series A, and a \$200 million standby LOC ("S-LOC") to further secure debt issued under the State Capital Project Bonds II indenture and the Corporation's Commercial Paper Notes program.

As of June 30, 2024, the Corporation had the following available unused credit lines (in thousands):

	Credit Type	Counterparty Short-Term Ratings		Available Unused Lines of Credit
		S&P	Moody's	
Home Mortgage Revenue Bonds, 2002 Series A	SBPA	A-1+	P-1	\$ 23,810
Home Mortgage Revenue Bonds, 2007 Series A, B, D	SBPA	A-1+	P-1	195,355
Home Mortgage Revenue Bonds, 2009 Series A	SBPA	A-1	P-1	69,830
Home Mortgage Revenue Bonds, 2009 Series B	SBPA	A-1	P-1	69,830
Home Mortgage Revenue Bonds, 2009 Series D	SBPA	A-1+	P-1	69,815
Governmental Purpose Bonds, 2001 Series A & B	SBPA	A-1+	P-1	56,200
State Capital Project Bonds II, 2022 Series A	D-LOC	A-1	P-1	200,000
State Capital Project Bonds II & Commercial Paper	S-LOC	A-1	P-1	200,000
Total				<u>\$ 884,840</u>

18 YIELD RESTRICTION AND ARBITRAGE REBATE

Most mortgages purchased with the proceeds of tax-exempt mortgage revenue bonds issued by the Corporation are subject to interest-rate yield restrictions of 1.125% to 1.500% over the yield of the bonds. These restrictions are in effect over the lives of the bonds.

Non-mortgage investments made under the Corporation's tax-exempt mortgage revenue bond programs are subject to rebate provisions or restricted as to yields. The rebate provisions require that a calculation be performed every five years and upon full retirement of the bonds to determine the amount, if any, of excess yield earned. As of June 30, 2024, no rebate payments were due to the Internal Revenue Service, but the Corporation accrued the following rebate-related liabilities net of receivable:

Bond Issue	June 30, 2024
Collateralized Bonds (Veterans Mortgage Program), 2023 First Series	\$ 21,000
General Mortgage Revenue Bonds II, 2022 Series AB	218,000
General Mortgage Revenue Bonds II, 2022 Series C	71,000
General Mortgage Revenue Bonds II, 2024 Series AB	<u>15,000</u>
Total liabilities	325,000
Less receivable: Governmental Purpose Bonds, 2001 Series AB	<u>(911,000)</u>
Net total	<u>\$ (586,000)</u>

19 STATE AUTHORIZATIONS AND COMMITMENTS

The Corporation uses its assets to fund certain housing and non-housing capital projects identified by the State. The aggregate amount expected to be funded by the Corporation was expressed by the following language of legislative intent included in the fiscal year 1996 capital appropriation bill, enacted in 1995.

"The Legislature intends to ensure the prudent management of the Alaska Housing Finance Corporation to protect its excellent debt rating by the nation's financial community and to preserve its valuable assets of the State. To accomplish its goal, the sum of withdrawals for transfer to the general fund and for expenditure on corporate funded capital projects should not exceed the Corporation's net income for the preceding fiscal year."

The projected amounts stated in the legislative intent language were based on the Corporation's financial operating plan and represent the total amount of anticipated State transfers and capital expenditures rather than projected "net income". The following table shows the cumulative total of all dividends due and payable to the State since 1991, and the remaining commitment as of June 30, 2024 (in thousands):

	Dividend Due to State	Expenditures	Remaining Commitments
State General Fund Transfers	\$ 799,514	\$ (789,880)	\$ 9,634
State Capital Projects Debt Service	510,557	(507,037)	3,520
State of Alaska Capital Projects	294,915	(266,164)	28,751
AHFC Capital Projects	637,232	(558,145)	79,087
Total	\$ 2,242,218	\$ (2,121,226)	\$ 120,992

Transfer Plan with the State

The 1998 Legislature authorized the Corporation to finance state capital projects through the issuance of up to \$224,000,000 in bonds. Debt service payments on such bonds are categorized as transfers pursuant to the Transfer Plan. That legislation also extended the term of the Transfer Plan by stating the Legislature's intent that the Corporation transfer to the State (or expend on its behalf) an amount not to exceed \$103,000,000 in each fiscal year through fiscal year 2006, again stating that, to protect the Corporation and its bond rating, in no fiscal year should such amount exceed the Corporation's net income for the preceding fiscal year. The bond proceeds are allocated to agencies and municipalities subject to specific legislative appropriation.

The 2000 Legislature adopted legislation authorizing the issuance of bonds in sufficient amounts to fund the construction of various State capital projects, and extended the Transfer Plan (as described above) through fiscal year 2008. The 2002 Legislature authorized the issuance of capital project bonds for the renovation and deferred maintenance of the Corporation's Public Housing facilities. The 2004 Legislature adopted legislation authorizing the additional issuance of bonds in sufficient amounts to fund the construction of various State capital projects. The bond proceeds are allocated to agencies and municipalities subject to specific legislative appropriation.

The Corporation has issued \$196,345,000 principal amount of State Capital Project Bonds pursuant to the 1998 Act, \$74,535,000 principal amount of State Capital Project Bonds pursuant to the 2000 Act, \$60,250,000 principal amount of State Capital Project Bonds pursuant to the 2002 Act, and \$45,000,000 principal amount of bonds under the State Capital Project agreement pursuant to the 2004 Act, and has completed its issuance authority under the Acts. The payment of principal and interest on these bonds will be included in future capital budgets of the Corporation. Debt service payments on such bonds are categorized as transfers pursuant to the Transfer Plan.

The Twenty-Third Legislature in 2003 enacted SCS HB 256 (the "2003 Act") which added language to the Alaska Statutes to modify and incorporate the Transfer Plan. The Corporation and the State view the 2003 Act as an indefinite, sustainable continuation of the Transfer Plan. As approved and signed into law by the Governor and modified by the Twenty-Fourth Legislature in 2006 with SB 236, the 2003 Transfer Plan calls for annual transfers that will not exceed the lesser of 75% of the adjusted change in net position for the fiscal year two years prior to the current fiscal year or \$103,000,000 less debt service on certain State Capital Project Bonds, less any legislative appropriation of the Corporation's unrestricted, unencumbered funds other than appropriations of the Corporation's operating budget.

20 HOUSING GRANTS AND SUBSIDIES EXPENSES

The grant programs are funded from HUD, federal, State and Corporate proceeds. The Corporation paid grants to third parties for the following programs (in thousands):

	June 30, 2024
Beneficiaries and Special Needs Housing	\$ 1,316
Competitive Grants for Public Housing	95
Continuum of Care Homeless Assistance	1,911
COVID-19 American Rescue Plan Act - Homeless Assistance	9,063
COVID-19 American Rescue Plan Act - Homeowner Assistance	704
COVID-19 American Rescue Plan Act	1,005
COVID-19 American Rescue Plan Act-Tribal	5,594
Domestic Violence	1,685
Discharge Incentive grant	186
Emergency Housing Vouchers (EHV)	1,214
Emergency Shelter Grant (ESG)	1,198
Energy Efficiency Monitoring Research	834
Energy Efficient Weatherization	1,495
Energy Residential Program	65
Foster Youth to Independence	95
HOME Investment Partnership	5,395
Homeless Assistance Program (HAP)	7,959
Housing Choice Vouchers	31,519
Housing Choice Voucher - Mainstream	462
Housing Loan Program	1,082
Housing Opportunities for Persons with AIDS	798
Housing Trust Fund	3,685
Low Income Weatherization Assistance	3,900
Low Income Home Energy Assistance	1,516
Non-Elderly Disabled (NED)	358
Parolees (TBRA)	221
Re-entry Housing & Support	144
Section 811 Rental Housing Assistance	488
Section 8 Rehabilitation	530
Senior Citizen Housing Development Grant	1,534
Supplemental Housing Grant	1,613
Veterans Affairs Supportive Housing	2,623
Victims of Human Trafficking	201
Youth (TBRA)	104
Total Housing Grants and Subsidies Expenses	\$ 90,592

A sum of \$13,000,000, from the Corporation's Moving to Work (MTW) Demonstration Program reserves in HUD, was transferred to ACAH to assist in funding the Fairbanks Affordable Housing Project, a multifamily housing project. ACAH advanced these funds to Fairbanks Affordable Housing, LLC in the form of a loan agreement, payable on earliest date or September 1, 2079. Interest and principal are payable at the interest rate of 3.14% annually.

In addition to grant payments made, the Corporation advanced grant funds of \$23,573,000, and committed to third parties a sum of \$52,164,000 in grant awards as of June 30, 2024.

21 PENSION AND POST-EMPLOYMENT HEALTHCARE PLANS

Description of Plans

As of June 30, 2024, all regular employees of the Corporation who work more than fifteen hours per week participate in the Alaska Public Employees' Retirement System ("PERS"). PERS administers the State of Alaska Public Employees' Retirement System Defined Benefit Retirement Plan, which includes both pension and post-employment healthcare plans for all employees hired prior to July 1, 2006. The defined benefit plan was an agent multiple-employer, statewide plan until July 1, 2008, when Senate Bill 125 converted the plan to a multiple-employer cost-sharing plan.

PERS also administers the State of Alaska Public Employees' Retirement System Defined Contribution Retirement Plan, which includes both pension and post-employment healthcare plans for all employees hired on or after July 1, 2006.

PERS is administered by the State. Benefits and contributions provisions are established by Chapter 35 of Alaska Statute Title 39, and may be amended only by state legislature. Amendments do not affect existing employees.

PERS audited financial statements are available at www.doa.alaska.gov/drb.

Defined Benefit ("DB") Pension and Post-Employment Healthcare Plans (*Employees hired prior to July 1, 2006*)

Employee Benefits:

Employees hired prior to July 1, 1986, with five or more years of credited service are entitled to annual pension benefits beginning at normal retirement age 55 or early retirement age 50. The normal pension benefit is equal to 2% of the member's three-year highest average monthly compensation for the first ten years of service and for all service prior to July 1, 1986, 2¼% for the second ten years of service and 2½% for all remaining years of service. Employees with 30 or more years of credited service may retire at any age and receive a normal benefit. The plan pays the retiree medical plan premium and provides death and disability benefits.

Employees hired between July 1, 1986, and June 30, 1996, with five or more years of credited service are entitled to annual pension benefits beginning at normal retirement age 60 or early retirement age 55. The normal pension benefit is equal to 2% of the member's three-year highest average monthly compensation for the first ten years of service, 2¼% for the second ten years of service and 2½% for all remaining years of service. Employees with 30 or more years of credited service may retire at any age and receive a normal benefit. The plan does not pay the retiree medical plan premium for retirees under the age of 60 unless the retiree has 30 years of credited service. The employee may elect to pay the full premium cost for medical coverage.

Employees hired between July 1, 1996, and June 30, 2006, with five or more years of credited service are entitled to annual pension benefits beginning at normal retirement age 60 or early retirement age 55. The normal pension benefit is equal to 2% of the member's five-year highest average monthly compensation for the first ten years of service, 2¼% for the second ten years of service and 2½% for all remaining years of service. Employees with 30 or more years of credited service may retire at any age and receive a normal benefit. The plan does not pay the retiree medical plan premium for retirees with less than 10 years of service at age 60. The employee may elect to pay the full premium cost for medical coverage.

This plan was closed to new entrants as of June 30, 2006.

The Defined Benefit Pension and Post-Employment Healthcare Plan issues financial reports that are available to the public on the SOA website: alaska.gov/drb/employer/resources/gasb.html.

Funding Policy:

Under State law, covered employees are required to contribute 6.75% of their annual covered salary to the pension plan and are not required to contribute to the post-employment healthcare plan.

Under State law, the Corporation is required to contribute 22.00% of annual covered salary. For fiscal year 2024, 22.00% of covered salary is for the pension plan and 0% is for the post-employment healthcare plan.

Under AS39.35.255, the State funds 3.10%, the difference between the actuarial required contribution of 25.10% for fiscal year 2024 and the employer rate of 22.00%.

The Corporation's contributions to the Defined Benefit pension plan for the twelve months ended June 30, 2024, totaled \$1,554,000.

Pension Liability:

For the year ended June 30, 2024, the Corporation reported a liability for its proportionate share of net pension liability of \$34,162,000. This amount reflected State pension support provided to the Corporation of \$11,386,000. The total net pension liability associated with the Corporation was \$45,548,000.

The net pension liability for the June 30, 2023 measurement date, and the total pension liability used to calculate the new pension liability was determined by an actuarial valuation as of June 30, 2022, and rolled forward to June 30, 2023.

Pension Expense:

For the year ended June 30, 2024, the Corporation recognized pension expense of \$3,249,000 and revenue of 705,000 for support provided by the State.

Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions:

For the year ended June 30, 2024, the Corporation's deferred outflows of resources related to pension expense of \$3,363,000 were due to a change in proportion and difference between employer contributions of \$892,000 and contributions to the pension plan subsequent to the measurement date of \$2,471,000. The Corporation's deferred inflows of resources related to pension is zero.

Contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability for the year ending June 30, 2025. The amounts recognized as deferred outflows of resources and deferred inflows of resources will be recognized in pension expense as follows (in thousands):

Year Ended June 30,	Deferred Outflows of Resources	Deferred Inflows of Resources	Total
2025	\$ 2,133	\$ -	\$ 2,133
2026	(748)	-	(748)
2027	2,024	-	2,024
2028	(46)	-	(46)
	<u>\$ 3,363</u>	<u>\$ -</u>	<u>\$ 3,363</u>

Pension Employer Contributions:

In 2024, the Corporation was credited with the following contributions to the PERS plan:

	Measurement Period Corporation FY23	Measurement Period Corporation FY22
Employer PERS contributions	\$ 3,550,000	\$ 2,918,000

Pension and OPEB Actuarial Assumptions:

The total pension and OPEB Liability for the fiscal year ending June 30, 2024, was determined by an actuarial valuation as of June 30, 2022, rolled forward to the measurement date of June 30, 2023. The valuation was prepared assuming an inflation rate of 2.50%. Salary increases were determined by grading by service to range from 6.75% to 2.85%. The investment rate of return was calculated at 7.25%, net of pension and OPEB plan investment expenses, based on an average inflation rate of 2.50% and a real return of 4.75%.

Mortality rates were based on the Pub-2010 General Employee table, amount-weighted, and projected with MP-2021 general improvement. Deaths are assumed to result from occupational causes 35% to the time.

The long-term expected rate of return on pension and OPEB plans investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension and OPEB plans investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Best estimates of arithmetic real rates of return, excluding the inflation component of 2.50%, for each major asset class included in the and OPEB plans' target asset allocation are summarized in the following table:

Asset Class	Long-term Expected Real Rate of Return
Broad Domestic Equity	6.17%
Global Equity (non-U.S.)	6.55%
Aggregate Bonds	1.63%
Opportunistic	0.00%
Real Assets	4.87%
Private Equity	11.57%
Cash Equivalents	0.49%

Pension Discount rate:

The discount rate used to measure the total pension liability was 7.25%. The projection of cash flows used to determine the discount rate assumed that the Corporation and non-employer State contributions will continue to follow the current funding policy, which meets State statutes. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-

term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Corporation's proportionate share of the net pension liability to changes in the discount rate:

The following presents the Corporation's proportionate share of the net pension liability using the discount rate of 7.25% and what it would be if the discount was 1% lower (6.25%) or 1% higher (8.25%), (in thousands).

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Corporation's proportionate share of the net pension liability	\$ 45,862	\$ 34,162	\$ 24,279

Defined Contribution ("DC") Pension and Post-Employment Healthcare Plans (Employees hired on or after July 1, 2006):

Employee Benefits:

Defined Contribution Pension Plan participants (PERS Tier IV) participate in the Occupational Death and Disability Plan ("ODD"), and the Retiree Medical Plan ("RM"). Information on these plans is included in the comprehensive annual financial report for the PERS Plan noted above. These plans provide for death, disability, and post-employment healthcare benefits.

There is no retirement age set, however taxes and penalties may apply if withdrawn prior to age 59 ½. Retirement benefits are equal to the Defined Contribution account balance plus interest. The employee may direct the investment of the account if so desired. The account balance is 100% of the employee's contribution plus 25% of the Corporation's contribution after two years of service, 50% of the Corporation's contribution after three years of service, 75% of the Corporation's contribution after four years of service, and 100% of the Corporation's contribution after 5 years of service. The plan pays a portion of the retiree medical plan premium if the retiree retires directly from the plan and is eligible for Medicare. The portion of premium paid by the plan is determined by years of service.

Funding Policy:

Under State law, covered employees are required to contribute 8% of their annual covered salary to the pension plan and are not required to contribute to the post-employment healthcare plan. Employer contribution rates for the fiscal year 2024 are as follows:

	Other Tier IV
Pension Employer Contribution	5.00%
Occupational Death and Disability Benefits (ODD)	0.30%
Retiree Medical	1.01%
Total OPEB	1.31%
Total Contribution Rates	6.31%

Under State law, the Corporation is required to contribute 22% of annual covered salary. For fiscal year 2024, 6.31% of covered salary is split between 5.00% for the pension plan and 1.31% for the post-employment healthcare plan. Then, to offset additional individual post-employment healthcare cost, an annual flat dollar amount of \$2,302.56, representing 3% of total annual covered compensation in the Plan for each full-time employee, and \$1.48 per hour for part-time employees, is deposited in a Health Reimbursement Arrangement ("HRA") Account for each covered employee per AS 39.30.370.

Additionally, if the total amount that the Corporation has contributed for the defined contribution pension and post-employment healthcare plans is less than 22% of covered payroll after the HRA contributions, the Corporation must pay that additional amount. This additional amount is used to reduce the defined benefit plan's unfunded liability. For the twelve months ended June 30, 2024, the Corporation paid additional contributions of \$1,964,000. All of the contributions were for the defined benefit pension as of June 30, 2024.

The contributions to the pension plan for the twelve months ended June 30, 2024, by the employees totaled \$1,242,000 and by the Corporation totaled \$767,000.

The contributions to Other Post-Employment Benefits (OPEB) plan by the Corporation for the twelve months ended June 30, 2024, totaled \$201,000.

The Corporation contributed \$474,000 to a Health Reimbursement Arrangement for the twelve months ended June 30, 2024.

The Defined Contribution Pension and Post Employment Healthcare Plan issues financial reports that are available to the public on the SOA website: alaska.gov/drb/employer/resources/gasb.html.

Other Post-Employment Benefits (“OPEB”) Defined Benefit and Defined Contribution Plans

The Corporation did not contribute to the defined benefit post-employment healthcare plan for the twelve months ended June 30, 2024, and for the year ended June 30, 2023.

OPEB Employer Contribution Rate:

In 2024, the Corporation was credited with the following contributions to the OPEB plan:

	Measurement Period Corporation FY23	Measurement Period Corporation FY22
Employer contributions DB	\$ 44,000	\$ 585,000
Employer contributions DC RM	150,000	135,000
Employer contributions DC ODD	41,000	39,000
Total Contributions	\$ 235,000	\$ 759,000

Changes in Benefit Assumptions Since the Prior Valuation of OPEB:

The actuarial assumptions used in the June 30, 2022 actuarial valuation were rolled forward to the June 30, 2023 measurement date. The actuarial assumptions used in the June 30, 2022 actuarial valuation, were based on the results of an actuarial experience study for the period from July 1, 2017 to June 30, 2021. The new assumptions were adopted to better reflect expected future experience and became effective June 30, 2022:

1. For DC RM and PERS Alaska Retiree Healthcare Trust (ARHT) per capita claims costs were updated to reflect recent experience.
2. For all of the plans the amount included in the Normal Cost for administrative expenses was updated to reflect the most recent two years of actual administrative expenses paid from plan assets.

OPEB healthcare cost trend rates:

Healthcare cost trend model has been adopted by the Society of Actuaries, and has been populated with assumptions that are specific to the State of Alaska. The following table shows the rate used by actuaries to project the cost from the shown fiscal year to the next fiscal year.

	Medical Pre-65	Medical Post-65	Prescription Drugs/ Employer Group Waiver Plan (EGWP)
FY23	7.00%	5.50%	7.50%
FY24	6.70%	5.50%	7.20%
FY25	6.40%	5.40%	6.90%
FY26	6.20%	5.40%	6.65%
FY27	6.05%	5.35%	6.35%
FY28	5.85%	5.35%	6.10%
FY29	5.65%	5.30%	5.80%
FY30	5.45%	5.30%	5.55%
FY31-FY38	5.30%	5.30%	5.30%
FY39	5.25%	5.25%	5.25%
FY40	5.20%	5.20%	5.20%
FY41	5.10%	5.10%	5.10%
FY42	5.05%	5.05%	5.05%
FY43	4.95%	4.95%	4.95%
FY44	4.90%	4.90%	4.90%
FY45	4.80%	4.80%	4.80%
FY46	4.75%	4.75%	4.75%
FY47	4.70%	4.70%	4.70%
FY48	4.60%	4.60%	4.60%
FY49	4.55%	4.55%	4.55%
FY50+	4.50%	4.50%	4.50%

Key Elements of OPEB formula:

Liability and contributions shown in the report are computed using the Entry Age Normal Actuarial Cost Method. Projected pension and postemployment healthcare benefits were determined for all active members. Cost factors designed to produce annual costs as a constant percentage of each member's expected compensation in each year from the assumed entry age to the assumed retirement age were applied to the projected benefits to determine the normal cost (the portion of the total cost of the plan allocated to the current year under the method). The normal cost is determined by summing intermediate results for active members and determining an average normal cost rate, which is then related to the total payroll of active members. The actuarial accrued liability for active members (the portion of the total cost of the plan allocated to prior years under the method) was determined as the excess of the actuarial present value of projected benefits over the actuarial present value of future normal costs.

The actuarial accrued liability for retired members, their beneficiaries currently receiving benefits, terminated vested members and disabled members not yet receiving benefits was determined as the actuarial present value of the benefits expected to be paid. No future normal costs are payable for these members.

The actuarial accrued liability under this method at any point in time is the theoretical amount of the fund that would have been accumulated had annual contributions equal to the normal cost been made in prior years (it does not represent the liability for benefits accrued to the valuation date). The unfunded actuarial accrued liability is the excess of the actuarial accrued liability over the actuarial value of plan assets measured on the valuation date.

Post-employment healthcare benefits:

For DB plan major medical benefits are provided to retirees and their surviving spouses by PERS for all employees hired before July 1, 1986, (Tier 1) and disabled retirees. Employees hired after June 30, 1986, (Tier 2) and their surviving spouses with five years of credited service (or ten years of credited service for those first hired after June 30, 1996, (Tier 3)) must pay the full monthly premium if they are under age sixty and will receive benefits paid by PERS if they are over age sixty. Tier 3 Members with between five and ten years of credited service must pay the full monthly premium regardless of their age. Tier 2 and Tier 3 members with less than five years of credited service are not eligible for post-employment healthcare benefits. Tier 2 members, who are receiving a conditional benefit and are age eligible, are eligible for post-employment healthcare benefits. Employees and their surviving spouses with thirty years of membership service receive benefits paid by PERS, regardless of their age or date of hire.

Medical, prescription drug, dental, vision and audio coverage is provided through the AlaskaCare Retiree Health Plan. Health plan provisions do not vary by retirement tier or age, except for Medicare coordination. Surviving spouses continue coverage only if a pension payment form that provided survivor benefits was elected. Where premiums are required prior to age 60, the valuation bases this payment upon the age of the retiree.

Starting in 2022, prior authorization will be required for certain special medications for all participants, while certain preventive benefits for pre-Medicare participants will now be covered by the plan.

Of those benefit recipients who are eligible for the COLA, 65% are assumed to remain in Alaska and receive COLA. 50%-75% of assumed inflation, or 1.25% and 1.875%, respectively, is valued for the annual automatic Post-Retirement Pension Adjustment (PRPA).

For DC RM and DC ODD retirement eligibility: must retire from the plan and have 30 years of service or be eligible for Medicare and have 10 years of service. Once member becomes eligible for Medicare, the required contribution follows a set plan schedule. The plan's coverage is supplemental to Medicare, referred to in the industry as exclusion coordination. Medicare payment is deducted from the Medicare allowable expense and plan parameters are applied to the remaining amount. Starting in 2019, the prescription drug coverage will be through a Medicare Part D Employer Group Waiver Plan (EGWP) arrangement. The premium for dependents who are not eligible for Medicare aligns with the member's subsidy. While a member is not Medicare-eligible, premiums are 100% of the estimated cost. Occupational Disability and Death benefit are 40% of salary at date of qualifying event. Medicare exclusion coordination applies to ODD benefits.

OPEB Asset:

For the year ended June 30, 2024, the total net OPEB Asset associated with the Corporation was \$15,848,000 and the total net OPEB Liability associated with the Corporation was zero.

For the year ended June 30, 2024, the Corporation reported an asset for its proportionate share of the net OPEB Asset ("NOA") that reflected an increase for State OPEB support provided to the Corporation. The amount recognized by the Corporation for its proportional share, the related State proportion, and the total were as follows:

Corporation's proportionate share Net OPEB Asset:	2024
Corporation's proportionate share of NOA – DB	\$ 15,124,000
Corporation's proportionate share of NOA – DC RM	380,000
Corporation's proportionate share of NOA – DC ODD	344,000
Total Net OPEB Asset	\$ 15,848,000

The net OPEB asset was measured as of June 30, 2023, and the total OPEB asset used to calculate the new OPEB asset was determined by an actuarial valuation as of June 30, 2022, and rolled forward to June 30, 2023.

Corporation's proportionate share of the net OPEB Asset:	June 30, 2022 Measurement Date Employer Proportion	June 30, 2023 Measurement Date Employer Proportion	Change
DB	0.68783%	0.65731%	(0.03052%)
DC RM	0.79810%	0.80048%	0.00238%
DC ODD	0.67357%	0.66985%	(0.00372%)

Changes in Benefit Provisions Since Prior Valuation of OPEB:

There have been no changes in PERS DCR benefit provisions valued since the prior valuation.

OPEB Expense:

For the year ended June 30, 2024, the Corporation recognized a reduction of OPEB expense of \$1,693,000 and no support provided by the State.

Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB:

For the year ended June 30, 2024, the Corporation reported deferred outflows of resources and deferred inflow of resources related to OPEB from the following sources (in thousands):

Year Ended June 30, 2024	Deferred Outflows of Resources	Deferred Inflows of Resources
Contributions subsequent to the measurement date	\$ 2,678	\$ -
Difference between expected and actual experience	43	(108)
Difference between projected and actual investment earnings	728	-
Changes in assumptions	41	(589)
Changes in proportion and differences between employer contributions	122	(18)
Total Deferred Outflows and Deferred Inflows	<u>\$ 3,612</u>	<u>\$ (715)</u>

Deferred outflows of resources related to OPEB resulting from contributions of \$2,678 reported subsequent to the measurement date, will be recognized as a reduction of the net OPEB liability in the year ended June 30, 2025. Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows (in thousands):

Year Ended June 30,	Total
2025	\$ 2,168
2026	(700)
2027	1,642
2028	(115)
2029	(53)
Thereafter	(45)
	<u>\$ 2,897</u>

OPEB Discount rate:

The discount rate used to measure the total OPEB liability was 7.25%. The projection of cash flows used to determine the discount rate assumed that the Corporation and non-employer State contributions will continue to follow the current funding policy, which meets State statutes. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability in accordance with the method prescribed by GASB Statement No. 74.

Sensitivity of the Corporation's proportionate share of the net OPEB asset to changes in the discount rate:

The following presents the Corporation's proportionate share of the net OPEB asset using the discount rate of 7.25% and what it would be if the discount was 1-percentage-point (6.25%) lower or 1-percentage-point higher (8.25%), (in thousands).

Corporation's proportionate share of the net OPEB Liability (asset):	Proportional Share	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
DB plan	0.65731%	\$ (10,053)	\$ (15,124)	\$ (19,384)
DC RM plan	0.80048%	\$ (13)	\$ (380)	\$ (660)
DC ODD plan	0.66985%	\$ (323)	\$ (344)	\$ (360)

Sensitivity of the net OPEB liability to changes in the healthcare cost trend rate:

The following presents the Corporation's net OPEB liability using current healthcare cost trend rates and comparing to a 1% increase and a 1% decrease of current healthcare costs trend rates, (in thousands).

Corporation's proportionate share of the net OPEB Liability (asset):	Proportional Share	1% Decrease	Current Discount Rate	1% Increase
DB plan	0.65731%	\$ (19,872)	\$ (15,124)	\$ (9,471)
DC RM plan	0.80048%	\$ (698)	\$ (380)	\$ (47)
DC ODD plan	0.66985%	n/a	\$ (344)	n/a

OPEB plan's fiduciary net position:

All information regarding the Plan's assets, deferred outflow/inflow of resources, liabilities and fiduciary net position can be found in the PERS financial statements that are available to the public on the SOA website: <http://doa.alaska.gov/drb/employer/resources/gasb.html#.YMPxY6hKq2x>.

Annual Postemployment Healthcare Cost:

For the year ended June 30, 2024, the Corporation recognized \$474,000 in DC OPEB costs. These amounts were recognized as expense.

22 OTHER COMMITMENTS AND CONTINGENCIES

Medical Self Insurance

During the fiscal year ended June 30, 1998, the Corporation began a program of self-insurance for employee medical benefits. Costs are billed directly to the Corporation by an Administrative Services Provider that processes all of the claims from the employees and their dependents. The Corporation has purchased a stop-loss policy that limits its liability to \$200,000 per employee per year. The Corporation provided an estimate of the incurred but not reported (IBNR) liability based on historic trends. Changes in the balances for the claims liabilities for the prior and current fiscal years are as follows (in thousands):

	June 30, 2023	June 30, 2024
Claims liabilities, beginning balance	\$ 1,809	\$ 3,013
Incurred claims	11,934	7,701
Claims payments	(10,730)	(8,246)
Claims liabilities, ending balance	\$ 3,013	\$ 2,468

Litigation

The Corporation, in the normal course of its activities, is involved in various claims and pending litigation, the outcome of which is not presently determinable. In the opinion of management, the disposition of these matters is not presently expected to have a material adverse effect on the Corporation's financial statements.

Contingent Liabilities

The Corporation participates in several federally assisted programs. These programs are subject to program compliance audits and adjustment by the grantor agencies or their representatives. Any disallowed claims, including amounts already collected, would become a liability of the Administrative Fund. In management's opinion, disallowance, if any, will be immaterial.

Subsequent Events

The Corporation delivered its \$75,000,000 Collateralized Bonds (Veterans Mortgage Program), 2024 First Series, on July 30, 2024. The First Series Bonds are tax-exempt general obligations of the Corporation having a final maturity of December 1, 2053, and paying interest each June 1 and December 1 at fixed rates ranging from 3.25% to 4.65%. Proceeds of the First Series Bonds will be used to finance qualified veterans mortgage loans. Principal and interest on the First Series Bonds is further secured by the unconditional guarantee of the State of Alaska.

On September 10, 2024, the Corporation delivered its \$127,100,000 State Capital Project Bonds II, 2024 Series A. The Bonds are tax exempt general obligations of the Corporation with a final maturity of December 1, 2039. Interest on the Bonds will be payable each June 1 and December 1, commencing December 1, 2024, at a fixed rate of 5%. Proceeds of the Bonds will be used to refund certain outstanding obligations of the Corporation, to reimburse the Corporation for certain governmental purpose expenditures, and to fund other authorized activities of the Corporation.

23 RISK MANAGEMENT

The Corporation is exposed to various risk of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. These risks are covered by various commercial insurance policies and contractual risk transfers. When the Corporation enters into agreements, contracts or grants, it requires insurance from the party with which the Corporation is doing business. This ensures that the party can adequately sustain any loss exposure, so the Corporation is not first in line in case of a loss. There have been no significant reductions in insurance coverage from the prior fiscal year, and settlements have not exceeded insurance coverage during the past three years.

REQUIRED SUPPLEMENTARY INFORMATION

Schedule of the Corporation's Proportionate Share of the Net Pension Liability (in thousands):

	2024	2023	2022	2021	2020
The Corporation's proportion of the net pension liability (asset)	0.658830%	0.692310%	0.783070%	0.629770%	0.656900%
The Corporation's proportionate share of the net pension liability (asset)	\$ 34,162	\$ 35,286	\$ 28,727	\$ 37,164	\$ 35,960
State's proportionate share of the net pension liability (asset) associated with the Corporation	11,386	9,767	3,891	15,376	14,276
Total	\$ 45,548	\$ 45,053	\$ 32,618	\$ 52,540	\$ 50,236
The Corporation's covered employee payroll	\$ 7,948	\$ 8,888	\$ 9,602	\$ 10,681	\$ 11,680
The Corporation's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	429.83%	397.02%	299.18%	347.94%	307.88%
Plan fiduciary net position as a percentage of the total pension liability	68.23%	67.97%	76.46%	61.61%	63.42%
	2019	2018	2017	2016	2015
The Corporation's proportion of the net pension liability (asset)	0.714740%	0.689820%	0.852380%	0.780600%	0.608214%
The Corporation's proportionate share of the net pension liability (asset)	\$ 35,515	\$ 35,660	\$ 47,645	\$ 37,859	\$ 28,368
State's proportionate share of the net pension liability (asset) associated with the Corporation	10,284	13,285	6,003	10,856	22,644
Total	\$ 45,799	\$ 48,945	\$ 53,648	\$ 48,715	\$ 51,012
The Corporation's covered employee payroll	\$ 12,583	\$ 13,817	\$ 15,252	\$ 16,314	\$ 17,189
The Corporation's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	282.24%	258.10%	312.39%	232.06%	165.04%
Plan fiduciary net position as a percentage of the total pension liability	65.19%	63.37%	59.55%	63.96%	62.37%

Information in this table is presented based on the Plan measurement date. For June 30, 2024, the plan measurement date is June 30, 2023.

The Plan is reporting no changes in benefit terms from the prior measurement period.

The Plan is reporting no changes in assumptions from the prior measurement period.

REQUIRED SUPPLEMENTARY INFORMATION

Schedule of the Corporation's Contributions to the Pension Plan (in thousands):

	2024	2023	2022	2021	2020
Contractually required contributions	\$ 3,518	\$ 3,448	\$ 2,474	\$ 2,292	\$ 2,561
Contributions in relation to the contractually required contributions	3,518	3,448	2,474	2,292	2,561
Contribution deficiency (excess)	-	-	-	-	-
The Corporation's covered employee payroll	7,217	7,948	8,888	9,602	10,681
Contributions as a percentage of covered-employee payroll	48.75%	43.38%	27.83%	23.87%	23.98%
	2019	2018	2017	2016	2015
Contractually required contributions	\$ 2,727	\$ 2,932	\$ 2,679	\$ 2,475	\$ 2,403
Contributions in relation to the contractually required contributions	2,727	2,932	2,679	2,475	2,403
Contribution deficiency (excess)	-	-	-	-	-
The Corporation's covered employee payroll	11,680	12,583	13,817	15,252	16,314
Contributions as a percentage of covered-employee payroll	23.35%	23.30%	19.39%	16.23%	14.73%

This table reports the Corporation's pension contributions to PERS during fiscal year 2024. These contributions are reported as a deferred outflow of resources on the June 30, 2024, basic financial statements.

This pension table presents 10 years of information.

The Plan is reporting no changes in benefit terms from the prior measurement period.

The Plan is reporting no changes in assumptions from the prior measurement period.

REQUIRED SUPPLEMENTARY INFORMATION

Schedule of the Corporation's Proportionate Share of the Net OPEB Liability (in thousands):

	2024	2023	2022	2021	2020
The Corporation's proportion of the net OPEB liability (asset) for Defined Benefit - Retiree Medical	0.65731%	0.68763%	0.78626%	0.62960%	0.65680%
The Corporation's proportion of the net OPEB liability (asset) for Defined Contribution Pension Plans - Retiree Medical Plan	0.80048%	0.79810%	0.76797%	0.74451%	0.69949%
The Corporation's proportion of the net OPEB liability (asset) for Defined Contribution Pension Plans - Occupational Death & Disability Plan	0.66985%	0.67357%	0.64746%	0.60268%	0.55609%
The Corporation's proportionate share of the net OPEB liability (asset)	\$ (15,848)	\$ (14,102)	\$ (20,661)	\$ (2,963)	\$ 1,007
State's proportionate share of the net OPEB liability (asset) associated with the Corporation	(5,091)	(3,868)	(2,642)	(1,183)	388
Total	<u>\$ (20,939)</u>	<u>\$ (17,970)</u>	<u>\$ (23,303)</u>	<u>\$ (4,146)</u>	<u>\$ 1,395</u>
The Corporation's covered employee payroll	\$ 21,649	\$ 21,489	\$ 20,850	\$ 20,890	\$ 20,775
The Corporation's proportionate share of the net OPEB liability (asset) as a percentage of its covered-employee payroll	(69.70%)	(65.14%)	(96.15%)	(14.21%)	4.82%
Defined Benefit - Retiree Medical Plan fiduciary net position as a percentage of the total OPEB liability	133.96%	128.51%	135.54%	106.15%	98.13%
Defined Contribution - Retiree Medical Plan fiduciary net position as a percentage of the total OPEB liability	124.29%	120.08%	115.10%	95.23%	83.17%
Defined Contribution - Occupational Death & Disability Plan fiduciary net position as a percentage of the total OPEB liability	349.24%	348.80 %	374.22%	283.80%	297.43%

Information in this table is presented based on the Plan measurement date. For June 30, 2024, the plan measurement date is June 30, 2023.

This OPEB table is intended to present 10 years of information. Additional years will be added to the schedule as they become available.

Defined Benefit - Retiree Medical Plan is reporting no changes in benefit terms from the prior measurement period.

The Plan is reporting no changes in assumptions from the prior measurement period.

Defined Contribution Pension Plans (Retiree Medical Plan and Occupational Death & Disability Plan) are reporting the following changes in benefit terms from the prior measurement period:

– Updated non-Medicare eligible dependent coverage premiums to reflect subsidy when the member is Medicare-eligible.

– Updated factors used to adjust the defined benefit plan costs to reflect adopted Defined Contribution Retiree Medical plan design.

Schedule of the Corporation's Proportionate Share of the Net OPEB Liability (in thousands) (cont.):

	2019	2018	2017
The Corporation's proportion of the net OPEB liability (asset) for Defined Benefit - Retiree Medical	0.71458%	0.68992%	0.85265%
The Corporation's proportion of the net OPEB liability (asset) for Defined Contribution Pension Plans - Retiree Medical Plan	0.71095%	0.70310%	0.66252%
The Corporation's proportion of the net OPEB liability (asset) for Defined Contribution Pension Plans - Occupational Death & Disability Plan	0.71095%	0.70310%	0.66252%
The Corporation's proportionate share of the net OPEB liability (asset)	\$ 7,286	\$ 5,765	\$ 9,752
State's proportionate share of the net OPEB liability (asset) associated with the Corporation	2,12	2,173	-
Total	<u>\$ 9,415</u>	<u>\$ 7,939</u>	<u>\$ 9,752</u>
The Corporation's covered employee payroll	\$ 20,629	\$ 21,133	\$ 21,629
The Corporation's proportionate share of the net OPEB liability (asset) as a percentage of its covered-employee payroll	35.32%	27.28%	45.09%
Defined Benefit - Retiree Medical Plan fiduciary net position as a percentage of the total OPEB liability	88.12%	89.68%	85.45%
Defined Contribution - Retiree Medical Plan fiduciary net position as a percentage of the total OPEB liability	88.71%	93.98%	86.82%
Defined Contribution - Occupational Death & Disability Plan fiduciary net position as a percentage of the total OPEB liability	270.62%	212.97%	245.29%

Information in this table is presented based on the Plan measurement date. For June 30, 2024, the plan measurement date is June 30, 2023.

This OPEB table is intended to present 10 years of information. Additional years will be added to the schedule as they become available.

Defined Benefit - Retiree Medical Plan is reporting no changes in benefit terms from the prior measurement period.

The Plan is reporting no changes in assumptions from the prior measurement period.

Defined Contribution Pension Plans (Retiree Medical Plan and Occupational Death & Disability Plan) are reporting the following changes in benefit terms from the prior measurement period:

- Updated non-Medicare eligible dependent coverage premiums to reflect subsidy when the member is Medicare-eligible.

- Updated factors used to adjust the defined benefit plan costs to reflect adopted Defined Contribution Retiree Medical plan design.

REQUIRED SUPPLEMENTARY INFORMATION

Schedule of the Corporation's Contributions to the OPEB Plan (in thousands):

	2024	2023	2022	2021	2020	2019	2018	2017
Contractually required contributions	\$ 678	\$ 623	\$ 1,609	\$ 1,712	\$ 1,520	\$ 1,434	\$ 1,287	\$ 1,689
Contributions in relation to the contractually required contributions	678	623	1,609	1,712	1,520	1,434	1,287	1,689
Contribution deficiency (excess)	-	-	-	-	-	-	-	-
The Corporation's covered employee payroll	22,738	21,649	21,489	20,850	20,890	20,775	20,629	21,133
Contributions as a percentage of covered-employee payroll	2.98%	2.88%	7.49%	8.21%	7.28%	6.90%	6.24%	7.99%

This table reports the Corporation's OPEB contributions to SOA during fiscal year 2024. These contributions are reported as a deferred outflow of resources on the June 30, 2024, basic financial statements.

This OPEB table is intended to present 10 years of information. Additional years will be added to the schedule as they become available.

Defined Benefit - Retiree Medical Plan is reporting no changes in benefit terms from the prior measurement period.

Defined Contribution Pension Plans (Retiree Medical Plan and Occupational Death & Disability Plan) are reporting the following changes in benefit terms from the prior measurement period:

- Updated non-Medicare eligible dependent coverage premiums to reflect subsidy when the member is Medicare-eligible.
- Updated factors used to adjust the defined benefit plan costs to reflect adopted Defined Contribution Retiree Medical plan design.

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF NET POSITION

COMBINED - ALL FUNDS

As of June 30, 2024

(in thousands of dollars)

	Administrative Fund	Combined Home Mortgage Revenue Bonds	Combined General Mortgage Revenue Bonds	Combined Collateralized Veterans Mortgage Bonds	Combined Governmental Purpose Bonds
Assets					
Current					
Cash	\$ 34,775	\$ 2	\$ 126	\$ -	\$ -
Investments	440,067	35,510	38,317	6,692	16,318
Lease receivable	-	-	-	-	-
Accrued interest receivable	2,733	1,904	3,552	456	392
Inter-fund due (to)/from, net	(57,519)	5,107	10,246	1,076	1,209
Mortgage loans, notes and other loans, net	10,588	18,305	29,726	3,790	4,778
Other assets	1,517	-	-	-	-
Intergovernmental receivable, net	62	-	-	-	-
Total current	432,223	60,828	81,967	12,014	22,697
Non current					
Investments	9,987	10,000	12,758	-	-
Lease receivable	-	-	-	-	-
Inter-fund due (to)/from, net	-	-	-	-	-
Mortgage loans, notes and other loans, net	298,501	591,887	961,149	122,563	154,479
Capital assets - non-depreciable	2,430	-	-	-	-
Capital assets - depreciable, net	10,215	-	-	-	-
Other assets	2,621	39	-	-	911
OPEB asset	15,848	-	-	-	-
Total non current	339,602	601,926	973,907	122,563	155,390
Total assets	771,825	662,754	1,055,874	134,577	178,087
Deferred Outflow Of Resources	6,975	30,810	-	-	1,275
Liabilities					
Current					
Bonds payable	-	15,630	18,790	2,985	7,735
Short term debt	45,938	-	-	-	-
Accrued interest payable	-	1,127	6,367	259	169
Other liabilities	16,230	190	289	38	41
Intergovernmental payable	-	-	-	-	-
Total current	62,168	16,947	25,446	3,282	7,945
Non current					
Bonds payable	-	412,231	829,693	83,800	47,095
Other liabilities	2,204	-	304	21	-
Derivative instrument - interest rate swaps	-	25,781	-	-	1,276
Pension liability	34,162	-	-	-	-
Total non current	36,366	438,012	829,997	83,821	48,371
Total liabilities	98,534	454,959	855,443	87,103	56,316
Deferred Inflow Of Resources	715	39	-	-	-
Net Position					
Net investment in capital assets	12,645	-	-	-	-
Restricted by bond resolutions	-	238,566	200,431	47,474	123,046
Restricted by contractual or statutory agreements	131,457	-	-	-	-
Unrestricted or (deficit)	535,449	-	-	-	-
Total net position	\$ 679,551	\$ 238,566	\$ 200,431	\$ 47,474	\$ 123,046

Combined State Capital Project Bonds	Combined Other Programs	Total June 30, 2024
\$ 195	\$ 53,510	\$ 88,608
60,452	4,401	601,757
2,662	3,394	6,056
5,109	956	15,102
12,656	27,225	-
39,172	1,447	107,806
-	26,957	28,474
-	10,410	10,472
120,246	128,300	858,275
-	-	32,745
10,158	-	10,158
-	-	-
1,266,552	66,451	3,461,582
-	18,640	21,070
-	37,609	47,824
6,207	6,256	16,034
-	-	15,848
1,282,917	128,956	3,605,261
1,403,163	257,256	4,463,536
13,568	-	52,628
58,345	-	103,485
-	-	45,938
4,375	-	12,297
320	77,944	95,052
195	479	674
63,235	78,423	257,446
1,142,468	-	2,515,287
-	6,217	8,746
-	-	27,057
-	-	34,162
1,142,468	6,217	2,585,252
1,205,703	84,640	2,842,698
16,661	3,215	20,630
-	56,249	68,894
-	-	609,517
-	129,612	261,069
194,367	(16,460)	713,356
\$ 194,367	\$ 169,401	\$ 1,652,836

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF NET POSITION**ADMINISTRATIVE FUND**

As of June 30, 2024

(in thousands of dollars)

Schedule 2

	Administrative Fund	Total June 30, 2024
Assets		
Current		
Cash	\$ 34,775	\$ 34,775
Investments	440,067	440,067
Lease receivable	-	-
Accrued interest receivable	2,733	2,733
Inter-fund due (to)/from, net	(57,519)	(57,519)
Mortgage loans, notes and other loans, net	10,588	10,588
Other assets	1,517	1,517
Intergovernmental receivable, net	62	62
Total current	432,223	432,223
Non current		
Investments	9,987	9,987
Lease receivable	-	-
Inter-fund due (to)/from, net	-	-
Mortgage loans, notes and other loans, net	298,501	298,501
Capital assets - non-depreciable	2,430	2,430
Capital assets - depreciable, net	10,215	10,215
Other assets	2,621	2,621
OPEB asset	15,848	15,848
Total non current	339,602	339,602
Total assets	771,825	771,825
Deferred Outflow Of Resources	6,975	6,975
Liabilities		
Current		
Bonds payable	-	-
Short term debt	45,938	45,938
Accrued interest payable	-	-
Other liabilities	16,230	16,230
Intergovernmental payable	-	-
Total current	62,168	62,168
Non current		
Bonds payable	-	-
Other liabilities	2,204	2,204
Derivative instrument - interest rate swaps	-	-
Pension liability	34,162	34,162
Total non current	36,366	36,366
Total liabilities	98,534	98,534
Deferred Inflow Of Resources	715	715
Net Position		
Net investment in capital assets	12,645	12,645
Restricted by bond resolutions	-	-
Restricted by contractual or statutory agreements	131,457	131,457
Unrestricted or (deficit)	535,449	535,449
Total net position	\$ 679,551	\$ 679,551

See accompanying notes to the financial statements.

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ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF NET POSITION
HOME MORTGAGE REVENUE BONDS

As of June 30, 2024

(in thousands of dollars)

	Home Mortgage Revenue Bonds 2002 A	Home Mortgage Revenue Bonds 2007 A	Home Mortgage Revenue Bonds 2007 B	Home Mortgage Revenue Bonds 2007 D	Home Mortgage Revenue Bonds 2009 A
Assets					
Current					
Cash	\$ -	\$ -	\$ -	\$ -	\$ -
Investments	4,965	2,680	2,570	4,139	5,813
Lease receivable	-	-	-	-	-
Accrued interest receivable	194	187	174	232	262
Inter-fund due (to)/from, net	523	457	458	599	914
Mortgage loans, notes and other loans, net	1,795	1,778	1,722	2,446	2,980
Other assets	-	-	-	-	-
Intergovernmental receivable, net	-	-	-	-	-
Total current	7,477	5,102	4,924	7,416	9,969
Non current					
Investments	-	-	-	-	-
Lease receivable	-	-	-	-	-
Inter-fund due (to)/from, net	-	-	-	-	-
Mortgage loans, notes and other loans, net	58,050	57,499	55,690	79,084	96,341
Capital assets - non-depreciable	-	-	-	-	-
Capital assets - depreciable, net	-	-	-	-	-
Other assets	39	-	-	-	-
OPEB asset	-	-	-	-	-
Total non current	58,089	57,499	55,690	79,084	96,341
Total assets	65,566	62,601	60,614	86,500	106,310
Deferred Outflow Of Resources	-	4,835	4,832	5,749	5,161
Liabilities					
Current					
Bonds payable	-	2,255	2,255	2,695	2,810
Short term debt	-	-	-	-	-
Accrued interest payable	54	162	161	193	186
Other liabilities	18	20	18	24	28
Intergovernmental payable	-	-	-	-	-
Total current	72	2,437	2,434	2,912	3,024
Non current					
Bonds payable	23,031	58,960	58,960	70,230	67,020
Other liabilities	-	-	-	-	-
Derivative instrument - interest rate swaps	-	3,967	3,965	4,686	4,408
Pension liability	-	-	-	-	-
Total non current	23,031	62,927	62,925	74,916	71,428
Total liabilities	23,103	65,364	65,359	77,828	74,452
Deferred Inflow Of Resources	39	-	-	-	-
Net Position					
Net investment in capital assets	-	-	-	-	-
Restricted by bond resolutions	42,424	2,072	87	14,421	37,019
Restricted by contractual or statutory agreements	-	-	-	-	-
Unrestricted or (deficit)	-	-	-	-	-
Total net position	\$ 42,424	\$ 2,072	\$ 87	\$ 14,421	\$ 37,019

See accompanying notes to the financial statements.

Home Mortgage Revenue Bonds 2009 B	Home Mortgage Revenue Bonds 2009 D	Total June 30, 2024
\$ -	\$ 2	\$ 2
4,852	10,491	35,510
-	-	-
365	490	1,904
832	1,324	5,107
3,205	4,379	18,305
-	-	-
-	-	-
9,254	16,686	60,828
-	10,000	10,000
-	-	-
-	-	-
103,630	141,593	591,887
-	-	-
-	-	-
-	-	39
-	-	-
103,630	151,593	601,926
112,884	168,279	662,754
5,161	5,072	30,810
2,810	2,805	15,630
-	-	-
186	185	1,127
36	46	190
-	-	-
3,032	3,036	16,947
67,020	67,010	412,231
-	-	-
4,408	4,347	25,781
-	-	-
71,428	71,357	438,012
74,460	74,393	454,959
-	-	39
-	-	-
43,585	98,958	238,566
-	-	-
-	-	-
\$ 43,585	\$ 98,958	\$ 238,566

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF NET POSITION
GENERAL MORTGAGE REVENUE BONDS

As of June 30, 2024

(in thousands of dollars)

	General Mortgage Revenue Bonds II 2016 A	General Mortgage Revenue Bonds II 2018 A & B	General Mortgage Revenue Bonds II 2019 A & B	General Mortgage Revenue Bonds II 2020 A & B	General Mortgage Revenue Bonds II 2022 A & B
Assets					
Current					
Cash	\$ -	\$ 126	\$ -	\$ -	\$ -
Investments	96	2,073	4,246	16,607	7,020
Lease receivable	-	-	-	-	-
Accrued interest receivable	135	390	342	617	478
Inter-fund due (to)/from, net	519	1,079	1,291	2,061	2,157
Mortgage loans, notes and other loans, net	1,656	2,817	3,458	6,437	5,044
Other assets	-	-	-	-	-
Intergovernmental receivable, net	-	-	-	-	-
Total current	2,406	6,485	9,337	25,722	14,699
Non current					
Investments	-	-	-	12,758	-
Lease receivable	-	-	-	-	-
Inter-fund due (to)/from, net	-	-	-	-	-
Mortgage loans, notes and other loans, net	53,559	91,081	111,811	208,132	163,091
Capital assets - non-depreciable	-	-	-	-	-
Capital assets - depreciable, net	-	-	-	-	-
Other assets	-	-	-	-	-
OPEB asset	-	-	-	-	-
Total non current	53,559	91,081	111,811	220,890	163,091
Total assets	55,965	97,566	121,148	246,612	177,790
Deferred Outflow Of Resources	-	-	-	-	-
Liabilities					
Current					
Bonds payable	4,560	2,070	3,640	4,110	865
Short term debt	-	-	-	-	-
Accrued interest payable	75	186	253	413	345
Other liabilities	15	27	33	60	53
Intergovernmental payable	-	-	-	-	-
Total current	4,650	2,283	3,926	4,583	1,263
Non current					
Bonds payable	29,951	52,528	102,232	182,256	129,492
Other liabilities	-	-	-	-	218
Derivative instrument - interest rate swaps	-	-	-	-	-
Pension liability	-	-	-	-	-
Total non current	29,951	52,528	102,232	182,256	129,710
Total liabilities	34,601	54,811	106,158	186,839	130,973
Deferred Inflow Of Resources	-	-	-	-	-
Net Position					
Net investment in capital assets	-	-	-	-	-
Restricted by bond resolutions	21,364	42,755	14,990	59,773	46,817
Restricted by contractual or statutory agreements	-	-	-	-	-
Unrestricted or (deficit)	-	-	-	-	-
Total net position	\$ 21,364	\$ 42,755	\$ 14,990	\$ 59,773	\$ 46,817

See accompanying notes to the financial statements.

General Mortgage Revenue Bonds II 2022 C	General Mortgage Revenue Bonds II 2024 A,B & C	Total June 30, 2024
\$ -	\$ -	\$ 126
70	8,205	38,317
-	-	-
365	1,225	3,552
633	2,506	10,246
2,584	7,730	29,726
-	-	-
-	-	-
3,652	19,666	81,967
-	-	12,758
-	-	-
-	-	-
83,534	249,941	961,149
-	-	-
-	-	-
-	-	-
-	-	-
83,534	249,941	973,907
87,186	269,607	1,055,874
-	-	-
-	-	-
1,355	2,190	18,790
-	-	-
337	4,758	6,367
32	69	289
-	-	-
1,724	7,017	25,446
-	-	-
85,764	247,470	829,693
71	15	304
-	-	-
-	-	-
85,835	247,485	829,997
87,559	254,502	855,443
-	-	-
-	-	-
(373)	15,105	200,431
-	-	-
-	-	-
\$ (373)	\$ 15,105	\$ 200,431

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF NET POSITION
COLLATERALIZED VETERANS MORTGAGE BONDS

As of June 30, 2024

(in thousands of dollars)

Schedule 5

	Collateralized Bonds, 2016 1st & 2nd Series	Collateralized Bonds, 2019 1st & 2nd Series	Collateralized Bonds, 2023 1st Series	Total June 30, 2024
Assets				
Current				
Cash	\$ -	\$ -	\$ -	\$ -
Investments	290	4,482	1,920	6,692
Lease receivable	-	-	-	-
Accrued interest receivable	75	162	219	456
Inter-fund due (to)/from, net	550	260	266	1,076
Mortgage loans, notes and other loans, net	873	1,479	1,438	3,790
Other assets	-	-	-	-
Intergovernmental receivable, net	-	-	-	-
Total current	1,788	6,383	3,843	12,014
Non current				
Investments	-	-	-	-
Lease receivable	-	-	-	-
Inter-fund due (to)/from, net	-	-	-	-
Mortgage loans, notes and other loans, net	28,239	47,832	46,492	122,563
Capital assets - non-depreciable	-	-	-	-
Capital assets - depreciable, net	-	-	-	-
Other assets	-	-	-	-
OPEB asset	-	-	-	-
Total non current	28,239	47,832	46,492	122,563
Total assets	30,027	54,215	50,335	134,577
Deferred Outflow Of Resources				
	-	-	-	-
Liabilities				
Current				
Bonds payable	2,110	875	-	2,985
Short term debt	-	-	-	-
Accrued interest payable	50	33	176	259
Other liabilities	8	14	16	38
Intergovernmental payable	-	-	-	-
Total current	2,168	922	192	3,282
Non current				
Bonds payable	21,880	12,020	49,900	83,800
Other liabilities	-	-	21	21
Derivative instrument - interest rate swaps	-	-	-	-
Pension liability	-	-	-	-
Total non current	21,880	12,020	49,921	83,821
Total liabilities	24,048	12,942	50,113	87,103
Deferred Inflow Of Resources				
	-	-	-	-
Net Position				
Net investment in capital assets	-	-	-	-
Restricted by bond resolutions	5,979	41,273	222	47,474
Restricted by contractual or statutory agreements	-	-	-	-
Unrestricted or (deficit)	-	-	-	-
Total net position	\$ 5,979	\$ 41,273	\$ 222	\$ 47,474

See accompanying notes to the financial statements.

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF NET POSITION**GOVERNMENTAL PURPOSE BONDS**

As of June 30, 2024

(in thousands of dollars)

Schedule 6

	Governmental Purpose Bonds 2001 A & B	Total June 30, 2024
Assets		
Current		
Cash	\$ -	\$ -
Investments	16,318	16,318
Lease receivable	-	-
Accrued interest receivable	392	392
Inter-fund due (to)/from, net	1,209	1,209
Mortgage loans, notes and other loans, net	4,778	4,778
Other assets	-	-
Intergovernmental receivable, net	-	-
Total current	22,697	22,697
Non current		
Investments	-	-
Lease receivable	-	-
Inter-fund due (to)/from, net	-	-
Mortgage loans, notes and other loans, net	154,479	154,479
Capital assets - non-depreciable	-	-
Capital assets - depreciable, net	-	-
Other assets	911	911
OPEB asset	-	-
Total non current	155,390	155,390
Total assets	178,087	178,087
Deferred Outflow Of Resources	1,275	1,275
Liabilities		
Current		
Bonds payable	7,735	7,735
Short term debt	-	-
Accrued interest payable	169	169
Other liabilities	41	41
Intergovernmental payable	-	-
Total current	7,945	7,945
Non current		
Bonds payable	47,095	47,095
Other liabilities	-	-
Derivative instrument - interest rate swaps	1,276	1,276
Pension liability	-	-
Total non current	48,371	48,371
Total liabilities	56,316	56,316
Deferred Inflow Of Resources	-	-
Net Position		
Net investment in capital assets	-	-
Restricted by bond resolutions	123,046	123,046
Restricted by contractual or statutory agreements	-	-
Unrestricted or (deficit)	-	-
Total net position	\$ 123,046	\$ 123,046

See accompanying notes to the financial statements.

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF NET POSITION**STATE CAPITAL PROJECT BONDS**

As of June 30, 2024

(in thousands of dollars)

Schedule 7

	State Capital Project Bonds II	Total June 30, 2024
Assets		
Current		
Cash	\$ 195	\$ 195
Investments	60,452	60,452
Lease receivable	2,662	2,662
Accrued interest receivable	5,109	5,109
Inter-fund due (to)/from, net	12,656	12,656
Mortgage loans, notes and other loans, net	39,172	39,172
Other assets	-	-
Intergovernmental receivable, net	-	-
Total current	120,246	120,246
Non current		
Investments	-	-
Lease receivable	10,158	10,158
Inter-fund due (to)/from, net	-	-
Mortgage loans, notes and other loans, net	1,266,552	1,266,552
Capital assets - non-depreciable	-	-
Capital assets - depreciable, net	-	-
Other assets	6,207	6,207
OPEB asset	-	-
Total non current	1,282,917	1,282,917
Total assets	1,403,163	1,403,163
Deferred Outflow Of Resources	13,568	13,568
Liabilities		
Current		
Bonds payable	58,345	58,345
Short term debt	-	-
Accrued interest payable	4,375	4,375
Other liabilities	320	320
Intergovernmental payable	195	195
Total current	63,235	63,235
Non current		
Bonds payable	1,142,468	1,142,468
Other liabilities	-	-
Derivative instrument - interest rate swaps	-	-
Pension liability	-	-
Total non current	1,142,468	1,142,468
Total liabilities	1,205,703	1,205,703
Deferred Inflow Of Resources	16,661	16,661
Net Position		
Net investment in capital assets	-	-
Restricted by bond resolutions	-	-
Restricted by contractual or statutory agreements	-	-
Unrestricted or (deficit)	194,367	194,367
Total net position	\$ 194,367	\$ 194,367

See accompanying notes to the financial statements.

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ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF NET POSITION
OTHER PROGRAM FUNDS

As of June 30, 2024

(in thousands of dollars)

	Low Rent Program	Market Rate Rental Housing Program	Home Ownership Fund	Senior Housing Revolving Loan Fund	Other Funds or Programs Subtotal
Assets					
Current					
Cash	\$ 17,582	\$ 14,011	\$ -	\$ -	\$ 31,593
Investments	-	-	1,020	3,381	4,401
Lease receivable	73	-	-	-	73
Accrued interest receivable	-	-	24	111	135
Inter-fund due (to)/from, net	(2,436)	(751)	70	583	(2,534)
Mortgage loans, notes and other loans, net	-	-	381	1,035	1,416
Other assets	1,841	174	-	-	2,015
Intergovernmental receivable, net	728	4	-	-	732
Total current	17,788	13,438	1,495	5,110	37,831
Non current					
Investments	-	-	-	-	-
Lease receivable	-	-	-	-	-
Inter-fund due (to)/from, net	-	-	-	-	-
Mortgage loans, notes and other loans, net	-	-	12,331	33,464	45,795
Capital assets - non-depreciable	12,391	1,130	-	-	13,521
Capital assets - depreciable, net	28,350	8,720	-	-	37,070
Other assets	34	4	-	-	38
OPEB asset	-	-	-	-	-
Total non current	40,775	9,854	12,331	33,464	96,424
Total assets	58,563	23,292	13,826	38,574	134,255
Deferred Outflow Of Resources	-	-	-	-	-
Liabilities					
Current					
Bonds payable	-	-	-	-	-
Short term debt	-	-	-	-	-
Accrued interest payable	-	-	-	-	-
Other liabilities	788	238	3	9	1,038
Intergovernmental payable	479	-	-	-	479
Total current	1,267	238	3	9	1,517
Non current					
Bonds payable	-	-	-	-	-
Other liabilities	24	-	-	-	24
Derivative instrument - interest rate swaps	-	-	-	-	-
Pension liability	-	-	-	-	-
Total non current	24	-	-	-	24
Total liabilities	1,291	238	3	9	1,541
Deferred Inflow Of Resources	62	-	-	-	62
Net Position					
Net investment in capital assets	40,741	9,850	-	-	50,591
Restricted by bond resolutions	-	-	-	-	-
Restricted by contractual or statutory agreements	17,929	13,447	13,823	38,565	83,764
Unrestricted or (deficit)	(1,460)	(243)	-	-	(1,703)
Total net position	\$ 57,210	\$ 23,054	\$ 13,823	\$ 38,565	\$ 132,652

See accompanying notes to the financial statements.

Energy Programs	Section 8 Voucher Programs	Other Grants	COVID-19 Grants	Grant Programs Subtotal	Alaska Corporation for Affordable Housing	Total June 30, 2024
\$ 792	\$ 5,421	\$ 3	\$ 7,473	\$ 13,689	\$ 8,228	\$ 53,510
-	-	-	-	-	-	4,401
-	-	-	-	-	3,321	3,394
-	-	-	-	-	821	956
184	(12,994)	(9,416)	52,038	29,812	(53)	27,225
-	-	31	-	31	-	1,447
976	679	6,537	16,061	24,253	689	26,957
1,473	63	7,958	184	9,678	-	10,410
3,425	(6,831)	5,113	75,756	77,463	13,006	128,300
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	1,423	-	1,423	(1,423)	-
-	-	932	-	932	19,724	66,451
-	-	-	-	-	5,119	18,640
-	539	-	-	539	-	37,609
-	6,217	-	-	6,217	1	6,256
-	-	-	-	-	-	-
-	6,756	2,355	-	9,111	23,421	128,956
3,425	(75)	7,468	75,756	86,574	36,427	257,256
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
488	858	34	75,521	76,901	5	77,944
-	-	-	-	-	-	479
488	858	34	75,521	76,901	5	78,423
-	-	-	-	-	-	-
-	5,990	-	-	5,990	203	6,217
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	5,990	-	-	5,990	203	6,217
488	6,848	34	75,521	82,891	208	84,640
-	-	-	-	-	3,153	3,215
-	539	-	-	539	5,119	56,249
-	-	-	-	-	-	-
4,561	2,257	9,350	1,309	17,477	28,371	129,612
(1,624)	(9,719)	(1,916)	(1,074)	(14,333)	(424)	(16,460)
\$ 2,937	\$ (6,923)	\$ 7,434	\$ 235	\$ 3,683	\$ 33,066	\$ 169,401

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION

COMBINED - ALL FUNDS

For the Year Ended June 30, 2024

(in thousands of dollars)

	Administrative Fund	Combined Home Mortgage Revenue Bonds	Combined General Mortgage Revenue Bonds	Combined Collateralized Veterans Mortgage Bonds	Combined Governmental Purpose Bonds
Operating Revenues					
Mortgage and loan revenue	\$ 10,652	\$ 24,435	\$ 36,303	\$ 5,570	\$ 4,630
Investment interest	26,971	1,997	2,571	494	1,163
Net change in the fair value of investments	321	99	225	(12)	(14)
Total investment revenue	27,292	2,096	2,796	482	1,149
Grant revenue	-	-	-	-	-
Housing rental subsidies	-	-	-	-	-
Rental revenue	9	-	-	-	-
Gain on disposal of capital assets	-	-	-	-	-
Other revenue	1,636	-	-	-	6
Total operating revenues	39,589	26,531	39,099	6,052	5,785
Operating expenses					
Interest	2,760	15,229	19,440	2,904	2,718
Mortgage and loan costs	3,673	2,385	3,026	396	511
Bond financing expenses	430	1,267	1,913	715	176
Provision for loan loss	(2,918)	(618)	2,555	589	(17)
Operations and administration	15,499	1,061	1,516	141	257
Rental housing operating expenses	-	-	-	-	-
Grant expense	-	-	-	-	-
Total operating expenses	19,444	19,324	28,450	4,745	3,645
Operating income (loss)	20,145	7,207	10,649	1,307	2,140
Non-operating expenses and transfers					
Contributions to State of Alaska or State agencies	(5,665)	-	-	-	-
Interfund receipts (payments) for operations	(4,341)	(53,556)	52,314	13,309	(152)
Change in net position	10,139	(46,349)	62,963	14,616	1,988
Net position at beginning of year	669,412	284,915	137,468	32,858	121,058
Net position at end of period	\$ 679,551	\$ 238,566	\$ 200,431	\$ 47,474	\$ 123,046

See accompanying notes to the financial statements.

Combined State Capital Project Bonds	Combined Other Programs	Total June 30, 2024
\$ 63,569	\$ 2,424	\$ 147,583
9,162	1,601	43,959
(339)	2	282
8,823	1,603	44,241
-	92,403	92,403
-	12,664	12,664
-	12,298	12,307
-	288	288
-	1,091	2,733
72,392	122,771	312,219
48,834	-	91,885
3,680	143	13,814
1,705	-	6,206
414	7,312	7,317
1,648	33,526	53,648
-	18,506	18,506
-	90,592	90,592
56,281	150,079	281,968
16,111	(27,308)	30,251
-	-	(5,665)
(32,560)	24,986	-
(16,449)	(2,322)	24,586
210,816	171,723	1,628,250
\$ 194,367	\$ 169,401	\$ 1,652,836

ALASKA HOUSING FINANCE CORPORATION

Schedule 10

(A Component Unit of the State of Alaska)

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**ADMINISTRATIVE FUND**

For the Year Ended June 30, 2024

(in thousands of dollars)

	Administrative Fund	Total June 30, 2024
Operating Revenues		
Mortgage and loan revenue	\$ 10,652	\$ 10,652
Investment interest	26,971	26,971
Net change in the fair value of investments	321	321
Total investment revenue	27,292	27,292
Grant revenue	-	-
Housing rental subsidies	-	-
Rental revenue	9	9
Gain on disposal of capital assets	-	-
Other revenue	1,636	1,636
Total operating revenues	39,589	39,589
Operating expenses		
Interest	2,760	2,760
Mortgage and loan costs	3,673	3,673
Bond financing expenses	430	430
Provision for loan loss	(2,918)	(2,918)
Operations and administration	15,499	15,499
Rental housing operating expenses	-	-
Grant expense	-	-
Total operating expenses	19,444	19,444
Operating income (loss)	20,145	20,145
Non-operating expenses and transfers		
Contributions to State of Alaska or State agencies	(5,665)	(5,665)
Interfund receipts (payments) for operations	(4,341)	(4,341)
Change in net position	10,139	10,139
Net position at beginning of year	669,412	669,412
Net position at end of period	\$ 679,551	\$ 679,551

See accompanying notes to the financial statements.

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ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
HOME MORTGAGE REVENUE BONDS

For the Year Ended June 30, 2024

(in thousands of dollars)

	Home Mortgage Revenue Bonds 2002 A	Home Mortgage Revenue Bonds 2007 A	Home Mortgage Revenue Bonds 2007 B	Home Mortgage Revenue Bonds 2007 D	Home Mortgage Revenue Bonds 2009 A
Operating Revenues					
Mortgage and loan revenue	\$ 2,577	\$ 2,504	\$ 2,371	\$ 3,256	\$ 3,699
Investment interest	191	154	218	256	262
Net change in the fair value of investments	20	8	4	19	21
Total investment revenue	211	162	222	275	283
Grant revenue	-	-	-	-	-
Housing rental subsidies	-	-	-	-	-
Rental revenue	-	-	-	-	-
Gain on disposal of capital assets	-	-	-	-	-
Other revenue	-	-	-	-	-
Total operating revenues	2,788	2,666	2,593	3,531	3,982
Operating expenses					
Interest	494	2,248	2,259	2,691	2,449
Mortgage and loan costs	249	243	225	326	375
Bond financing expenses	78	164	170	176	216
Provision for loan loss	(15)	(90)	(74)	(101)	(87)
Operations and administration	154	110	101	133	153
Rental housing operating expenses	-	-	-	-	-
Grant expense	-	-	-	-	-
Total operating expenses	960	2,675	2,681	3,225	3,106
Operating income (loss)	1,828	(9)	(88)	306	876
Non-operating expenses and transfers					
Contributions to State of Alaska or State agencies	-	-	-	-	-
Interfund receipts (payments) for operations	296	(7,196)	(5,268)	(7,705)	(5,869)
Change in net position	2,124	(7,205)	(5,356)	(7,399)	(4,993)
Net position at beginning of year	40,300	9,277	5,443	21,820	42,012
Net position at end of period	\$ 42,424	\$ 2,072	\$ 87	\$ 14,421	\$ 37,019

See accompanying notes to the financial statements.

Home Mortgage Revenue Bonds 2009 B	Home Mortgage Revenue Bonds 2009 D	Total June 30, 2024
\$ 4,126	\$ 5,902	\$ 24,435
229	687	1,997
17	10	99
246	697	2,096
-	-	-
-	-	-
-	-	-
-	-	-
4,372	6,599	26,531
2,549	2,539	15,229
395	572	2,385
216	247	1,267
(128)	(123)	(618)
161	249	1,061
-	-	-
-	-	-
3,193	3,484	19,324
1,179	3,115	7,207
-	-	-
(11,223)	(16,591)	(53,556)
(10,044)	(13,476)	(46,349)
53,629	112,434	284,915
\$ 43,585	\$ 98,958	\$ 238,566

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**GENERAL MORTGAGE REVENUE BONDS**

For the Year Ended June 30, 2024

(in thousands of dollars)

	General Mortgage Revenue Bonds II 2016 A	General Mortgage Revenue Bonds II 2018 A & B	General Mortgage Revenue Bonds II 2019 A & B	General Mortgage Revenue Bonds II 2020 A & B	General Mortgage Revenue Bonds II 2022 A & B
Operating Revenues					
Mortgage and loan revenue	\$ 1,865	\$ 3,899	\$ 4,429	\$ 7,168	\$ 6,164
Investment interest	128	199	329	1,195	396
Net change in the fair value of investments	(1)	13	28	62	61
Total investment revenue	127	212	357	1,257	457
Grant revenue	-	-	-	-	-
Housing rental subsidies	-	-	-	-	-
Rental revenue	-	-	-	-	-
Gain on disposal of capital assets	-	-	-	-	-
Other revenue	-	-	-	-	-
Total operating revenues	1,992	4,111	4,786	8,425	6,621
Operating expenses					
Interest	894	1,778	2,522	3,251	2,493
Mortgage and loan costs	203	294	423	737	638
Bond financing expenses	2	3	6	11	224
Provision for loan loss	(38)	289	(74)	(91)	(113)
Operations and administration	122	161	248	405	257
Rental housing operating expenses	-	-	-	-	-
Grant expense	-	-	-	-	-
Total operating expenses	1,183	2,525	3,125	4,313	3,499
Operating income (loss)	809	1,586	1,661	4,112	3,122
Non-operating expenses and transfers					
Contributions to State of Alaska or State agencies	-	-	-	-	-
Interfund receipts (payments) for operations	958	34,612	(420)	5,414	(4,536)
Change in net position	1,767	36,198	1,241	9,526	(1,414)
Net position at beginning of year	19,597	6,557	13,749	50,247	48,231
Net position at end of period	\$ 21,364	\$ 42,755	\$ 14,990	\$ 59,773	\$ 46,817

See accompanying notes to the financial statements.

General Mortgage Revenue Bonds II 2022 C	General Mortgage Revenue Bonds II 2024 A,B & C	Total June 30, 2024
\$ 4,330	\$ 8,448	\$ 36,303
115	209	2,571
-	62	225
115	271	2,796
-	-	-
-	-	-
-	-	-
-	-	-
4,445	8,719	39,099
3,914	4,588	19,440
294	437	3,026
76	1,591	1,913
(21)	2,603	2,555
157	166	1,516
-	-	-
-	-	-
4,420	9,385	28,450
25	(666)	10,649
-	-	-
515	15,771	52,314
540	15,105	62,963
(913)	-	137,468
\$ (373)	\$ 15,105	\$ 200,431

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

Schedule 13**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION****COLLATERALIZED VETERANS MORTGAGE BONDS**

For the Year Ended June 30, 2024

(in thousands of dollars)

	Collateralized Bonds, 2016 1st & 2nd Series	Collateralized Bonds, 2019 1st & 2nd Series	Collateralized Bonds, 2023 1st Series	Total June 30, 2024
Operating Revenues				
Mortgage and loan revenue	\$ 960	\$ 1,921	\$ 2,689	\$ 5,570
Investment interest	96	245	153	494
Net change in the fair value of investments	-	(12)	-	(12)
Total investment revenue	96	233	153	482
Grant revenue	-	-	-	-
Housing rental subsidies	-	-	-	-
Rental revenue	-	-	-	-
Gain on disposal of capital assets	-	-	-	-
Other revenue	-	-	-	-
Total operating revenues	1,056	2,154	2,842	6,052
Operating expenses				
Interest	619	321	1,964	2,904
Mortgage and loan costs	83	162	151	396
Bond financing expenses	1	1	713	715
Provision for loan loss	(4)	109	484	589
Operations and administration	36	64	41	141
Rental housing operating expenses	-	-	-	-
Grant expense	-	-	-	-
Total operating expenses	735	657	3,353	4,745
Operating income (loss)	321	1,497	(511)	1,307
Non-operating expenses and transfers				
Contributions to State of Alaska or State agencies	-	-	-	-
Interfund receipts (payments) for operations	37	12,539	733	13,309
Change in net position	358	14,036	222	14,616
Net position at beginning of year	5,621	27,237	-	32,858
Net position at end of period	\$ 5,979	\$ 41,273	\$ 222	\$ 47,474

See accompanying notes to the financial statements.

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

Schedule 14**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION****GOVERNMENTAL PURPOSE BONDS**

For the Year Ended June 30, 2024

(in thousands of dollars)

	Governmental Purpose Bonds 2001 A & B	Total June 30, 2024
Operating Revenues		
Mortgage and loan revenue	\$ 4,630	\$ 4,630
Investment interest	1,163	1,163
Net change in the fair value of investments	(14)	(14)
Total investment revenue	1,149	1,149
Grant revenue	-	-
Housing rental subsidies	-	-
Rental revenue	-	-
Gain on disposal of capital assets	-	-
Other revenue	6	6
Total operating revenues	5,785	5,785
Operating expenses		
Interest	2,718	2,718
Mortgage and loan costs	511	511
Bond financing expenses	176	176
Provision for loan loss	(17)	(17)
Operations and administration	257	257
Rental housing operating expenses	-	-
Grant expense	-	-
Total operating expenses	3,645	3,645
Operating income (loss)	2,140	2,140
Non-operating expenses and transfers		
Contributions to State of Alaska or State agencies	-	-
Interfund receipts (payments) for operations	(152)	(152)
Change in net position	1,988	1,988
Net position at beginning of year	121,058	121,058
Net position at end of period	\$ 123,046	\$ 123,046

See accompanying notes to the financial statements.

ALASKA HOUSING FINANCE CORPORATION

Schedule 15

(A Component Unit of the State of Alaska)

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**STATE CAPITAL PROJECT BONDS**

For the Year Ended June 30, 2024

(in thousands of dollars)

	State Capital Project Bonds II	Total June 30, 2024
Operating Revenues		
Mortgage and loan revenue	\$ 63,569	\$ 63,569
Investment interest	9,162	9,162
Net change in the fair value of investments	(339)	(339)
Total investment revenue	8,823	8,823
Grant revenue	-	-
Housing rental subsidies	-	-
Rental revenue	-	-
Gain on disposal of capital assets	-	-
Other revenue	-	-
Total operating revenues	72,392	72,392
Operating expenses		
Interest	48,834	48,834
Mortgage and loan costs	3,680	3,680
Bond financing expenses	1,705	1,705
Provision for loan loss	414	414
Operations and administration	1,648	1,648
Rental housing operating expenses	-	-
Grant expense	-	-
Total operating expenses	56,281	56,281
Operating income (loss)	16,111	16,111
Non-operating expenses and transfers		
Contributions to State of Alaska or State agencies	-	-
Interfund receipts (payments) for operations	(32,560)	(32,560)
Change in net position	(16,449)	(16,449)
Net position at beginning of year	210,816	210,816
Net position at end of period	\$ 194,367	\$ 194,367

See accompanying notes to the financial statements.

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ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
OTHER PROGRAM FUNDS

For the Year Ended June 30, 2024

(in thousands of dollars)

	Low Rent Program	Market Rate Rental Housing Program	Home Ownership Fund	Senior Housing Revolving Loan Fund	Other Funds or Programs Subtotal
Operating Revenues					
Mortgage and loan revenue	\$ -	\$ -	\$ 243	\$ 1,285	\$ 1,528
Investment interest	420	336	57	228	1,041
Net change in the fair value of investments	-	-	-	2	2
Total investment revenue	420	336	57	230	1,043
Grant revenue	5,037	-	-	-	5,037
Housing rental subsidies	10,348	2,316	-	-	12,664
Rental revenue	9,882	2,414	-	-	12,296
Gain on disposal of capital assets	44	-	-	-	44
Other revenue	15	-	-	-	15
Total operating revenues	25,746	5,066	300	1,515	32,627
Operating expenses					
Interest	-	-	-	-	-
Mortgage and loan costs	-	-	29	114	143
Bond financing expenses	-	-	-	-	-
Provision for loan loss	-	-	4	16	20
Operations and administration	14,055	3,262	20	52	17,389
Rental housing operating expenses	15,543	2,925	-	-	18,468
Grant expense	-	-	-	-	-
Total operating expenses	29,598	6,187	53	182	36,020
Operating income (loss)	(3,852)	(1,121)	247	1,333	(3,393)
Non-operating expenses and transfers					
Contributions to State of Alaska or State agencies	-	-	-	-	-
Interfund receipts (payments) for operations	2,511	667	(9)	52	3,221
Change in net position	(1,341)	(454)	238	1,385	(172)
Net position at beginning of year	58,551	23,508	13,585	37,180	132,824
Net position at end of period	\$ 57,210	\$ 23,054	\$ 13,823	\$ 38,565	\$ 132,652

See accompanying notes to the financial statements.

Energy Programs	Section 8 Voucher Programs	Other Grants	COVID-19 Grants	Grant Programs Subtotal	Alaska Corporation for Affordable Housing	Total June 30, 2024
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 896	\$ 2,424
24	1	-	251	276	284	1,601
-	-	-	-	-	-	2
24	1	-	251	276	284	1,603
5,589	46,085	15,518	19,574	86,766	600	92,403
-	-	-	-	-	-	12,664
-	2	-	-	2	-	12,298
-	5	-	-	5	239	288
-	2	906	2	910	166	1,091
5,613	46,095	16,424	19,827	87,959	2,185	122,771
-	-	-	-	-	-	-
-	-	-	-	-	-	143
-	-	-	-	-	-	-
-	-	35	-	35	7,257	7,312
2,660	8,283	3,519	1,385	15,847	290	33,526
-	36	-	-	36	2	18,506
7,810	38,811	27,604	16,367	90,592	-	90,592
10,470	47,130	31,158	17,752	106,510	7,549	150,079
(4,857)	(1,035)	(14,734)	2,075	(18,551)	(5,364)	(27,308)
-	-	-	-	-	-	-
5,079	248	16,229	(2)	21,554	211	24,986
222	(787)	1,495	2,073	3,003	(5,153)	(2,322)
2,715	(6,136)	5,939	(1,838)	680	38,219	171,723
\$ 2,937	\$ (6,923)	\$ 7,434	\$ 235	\$ 3,683	\$ 33,066	\$ 169,401

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF CASH FLOWS

COMBINED - ALL FUNDS

For the Year Ended June 30, 2024

(in thousands of dollars)

	Administrative Fund	Combined Home Mortgage Revenue Bonds	Combined General Mortgage Revenue Bonds	Combined Collateralized Veterans Mortgage Bonds	Combined Governmental Purpose Bonds
Cash Flows					
Operating activities					
Interest income on mortgages and loans	\$ 12,551	\$ 22,261	\$ 30,693	\$ 4,742	\$ 4,205
Principal receipts on mortgages and loans	19,300	52,241	62,660	8,576	14,160
Disbursements to fund mortgages and loans	(609,916)	-	-	-	-
Receipts (payments) for interfund loan transfers	503,916	(25,078)	(262,437)	(54,166)	(12,263)
Mortgage and loan proceeds receipts	403,201	-	-	-	-
Mortgage and loan proceeds paid to trust funds	(393,271)	-	-	-	-
Payroll-related disbursements	(23,153)	-	-	-	-
Payments for goods and services	(16,647)	-	-	-	-
Receipts from externally funded programs	-	-	-	-	-
Receipts from Federal HAP subsidies	-	-	-	-	-
Payments for Federal HAP subsidies	-	-	-	-	-
Interfund receipts (payments)	(45,502)	-	-	-	-
Grant payments to other agencies	-	-	-	-	-
Other operating cash receipts (payments)	7,759	-	-	-	-
Net cash receipts (disbursements)	(141,762)	49,424	(169,084)	(40,848)	6,102
Non-capital financing activities					
Proceeds from bond issuance	-	-	250,381	50,093	-
Principal paid on bonds	-	(17,315)	(33,955)	(4,770)	(7,435)
Payment of bond issuance costs	-	-	(1,571)	(691)	-
Interest paid on bonds	-	(14,807)	(20,000)	(2,876)	(2,328)
Proceeds from short-term debt issuance	194,968	-	-	-	-
Payment of short term debt	(280,266)	-	-	-	-
Contributions to State of Alaska or State agencies	(5,665)	-	-	-	-
Transfers from (to) other funds	37,247	286	(3,242)	26	-
Net cash receipts (disbursements)	(53,716)	(31,836)	191,613	41,782	(9,763)
Capital financing activities					
Acquisition of capital assets	(186)	-	-	-	-
Proceeds from the disposal of capital assets	25	-	-	-	-
Proceeds from direct financing leases	-	-	-	-	-
Net cash receipts (disbursements)	(161)	-	-	-	-
Investing activities					
Purchase of investments	(3,957,096)	(118,893)	(273,389)	(20,904)	(42,234)
Proceeds from maturity of investments	4,136,567	99,494	249,012	19,598	45,497
Interest received from investments	23,236	1,813	1,974	372	398
Net cash receipts (disbursements)	202,707	(17,586)	(22,403)	(934)	3,661
Net Increase (decrease) in cash	7,068	2	126	-	-
Cash at beginning of year	27,707	-	-	-	-
Cash at end of period	\$ 34,775	\$ 2	\$ 126	\$ -	\$ -

Combined State Capital Project Bonds		Combined Other Programs	Total June 30, 2024
\$	59,243	\$ 1,369	\$ 135,064
	96,323	5,617	258,877
	-	-	(609,916)
	(142,191)	(7,781)	-
	-	-	403,201
	-	-	(393,271)
	-	(16,157)	(39,310)
	-	(22,073)	(38,720)
	-	52,991	52,991
	-	33,004	33,004
	-	(37,771)	(37,771)
	-	45,502	-
	-	(63,639)	(63,639)
	29	12,106	19,894
	13,404	3,168	(279,596)
	109,890	-	410,364
	(59,140)	-	(122,615)
	(449)	-	(2,711)
	(52,716)	-	(92,727)
	-	-	194,968
	-	-	(280,266)
	-	-	(5,665)
	(34,317)	-	-
	(36,732)	-	101,348
	-	(4,166)	(4,352)
	-	49	74
	3,304	-	3,304
	3,304	(4,117)	(974)
	(273,855)	(7,471)	(4,693,842)
	289,151	7,978	4,847,297
	4,757	1,620	34,170
	20,053	2,127	187,625
	29	1,178	8,403
	166	52,332	80,205
\$	195	\$ 53,510	\$ 88,608

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF CASH FLOWS

COMBINED - ALL FUNDS

For the Year Ended June 30, 2024

(in thousands of dollars)

	Administrative Fund	Combined Home Mortgage Revenue Bonds	Combined General Mortgage Revenue Bonds	Combined Collateralized Veterans Mortgage Bonds	Combined Governmental Purpose Bonds
Reconciliation					
Operating income (loss) to net cash					
Operating income (loss)	\$ 20,145	\$ 7,207	\$ 10,649	\$ 1,307	\$ 2,140
<i>Adjustments:</i>					
Depreciation expense	1,039	-	-	-	-
Provision for loan loss	(2,918)	(618)	2,555	589	(17)
Net change in the fair value of investments	(321)	(99)	(225)	12	14
Interfund receipts (payments) for operations	(4,341)	(53,556)	52,314	13,309	(152)
Interest received from investments	(23,236)	(1,813)	(1,974)	(372)	(398)
Interest paid on bonds and capital notes	-	14,807	20,000	2,876	2,328
<i>Change in assets, liabilities and deferred resources:</i>					
Net (increase) decrease in mortgages and loans	(52,950)	61,109	(252,994)	(58,268)	1,721
Net increase (decrease) in assets, liabilities, and deferred resources	(79,180)	22,387	591	(301)	466
Net operating cash receipts (disbursements)	\$ (141,762)	\$ 49,424	\$ (169,084)	\$ (40,848)	\$ 6,102

See accompanying notes to the financial statements.

Combined State Capital Project Bonds	Combined Other Programs	Total June 30, 2024
\$ 16,111	\$ (27,308)	\$ 30,251
-	6,310	7,349
414	7,312	7,317
339	(2)	(282)
(32,560)	24,986	-
(4,757)	(1,620)	(34,170)
52,716	-	92,727
(43,224)	4,461	(340,145)
24,365	(10,971)	(42,643)
\$ 13,404	\$ 3,168	\$ (279,596)

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF CASH FLOWS**ADMINISTRATIVE FUND**

For the Year Ended June 30, 2024

(in thousands of dollars)

	Administrative Fund	Total June 30, 2024
Cash Flows		
Operating activities		
Interest income on mortgages and loans	\$ 12,551	\$ 12,551
Principal receipts on mortgages and loans	19,300	19,300
Disbursements to fund mortgages and loans	(609,916)	(609,916)
Receipts (payments) for interfund loan transfers	503,916	503,916
Mortgage and loan proceeds receipts	403,201	403,201
Mortgage and loan proceeds paid to trust funds	(393,271)	(393,271)
Payroll-related disbursements	(23,153)	(23,153)
Payments for goods and services	(16,647)	(16,647)
Receipts from externally funded programs	-	-
Receipts from Federal HAP subsidies	-	-
Payments for Federal HAP subsidies	-	-
Interfund receipts (payments)	(45,502)	(45,502)
Grant payments to other agencies	-	-
Other operating cash receipts (payments)	7,759	7,759
Net cash receipts (disbursements)	(141,762)	(141,762)
Non-capital financing activities		
Proceeds from bond issuance	-	-
Principal paid on bonds	-	-
Payment of bond issuance costs	-	-
Interest paid on bonds	-	-
Proceeds from short-term debt issuance	194,968	194,968
Payment of short term debt	(280,266)	(280,266)
Contributions to State of Alaska or State agencies	(5,665)	(5,665)
Transfers from (to) other funds	37,247	37,247
Net cash receipts (disbursements)	(53,716)	(53,716)
Capital financing activities		
Acquisition of capital assets	(186)	(186)
Proceeds from the disposal of capital assets	25	25
Proceeds from direct financing leases	-	-
Net cash receipts (disbursements)	(161)	(161)
Investing activities		
Purchase of investments	(3,957,096)	(3,957,096)
Proceeds from maturity of investments	4,136,567	4,136,567
Interest received from investments	23,236	23,236
Net cash receipts (disbursements)	202,707	202,707
Net Increase (decrease) in cash	7,068	7,068
Cash at beginning of year	27,707	27,707
Cash at end of period	\$ 34,775	\$ 34,775

	Administrative Fund	Total June 30, 2024
Reconciliation		
Operating income (loss) to net cash		
Operating income (loss)	\$ 20,145	\$ 20,145
<i>Adjustments:</i>		
Depreciation expense	1,039	1,039
Provision for loan loss	(2,918)	(2,918)
Net change in the fair value of investments	(321)	(321)
Interfund receipts (payments) for operations	(4,341)	(4,341)
Interest received from investments	(23,236)	(23,236)
Interest paid on bonds and capital notes	-	-
<i>Change in assets, liabilities and deferred resources:</i>		
Net (increase) decrease in mortgages and loans	(52,950)	(52,950)
Net increase (decrease) in assets, liabilities, and deferred resources	(79,180)	(79,180)
Net operating cash receipts (disbursements)	\$ (141,762)	\$ (141,762)

See accompanying notes to the financial statements.

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF CASH FLOWS
HOME MORTGAGE REVENUE BONDS

For the Year Ended June 30, 2024

(in thousands of dollars)

	Home Mortgage Revenue Bonds 2002 A	Home Mortgage Revenue Bonds 2007 A	Home Mortgage Revenue Bonds 2007 B	Home Mortgage Revenue Bonds 2007 D	Home Mortgage Revenue Bonds 2009 A
Cash Flows					
Operating activities					
Interest income on mortgages and loans	\$ 2,326	\$ 2,299	\$ 2,176	\$ 2,995	\$ 3,344
Principal receipts on mortgages and loans	6,044	4,907	4,779	6,762	9,521
Disbursements to fund mortgages and loans	-	-	-	-	-
Receipts (payments) for interfund loan transfers	(2,121)	(1,234)	(3,055)	(4,091)	(4,227)
Mortgage and loan proceeds receipts	-	-	-	-	-
Mortgage and loan proceeds paid to trust funds	-	-	-	-	-
Payroll-related disbursements	-	-	-	-	-
Payments for goods and services	-	-	-	-	-
Receipts from externally funded programs	-	-	-	-	-
Receipts from Federal HAP subsidies	-	-	-	-	-
Payments for Federal HAP subsidies	-	-	-	-	-
Interfund receipts (payments)	-	-	-	-	-
Grant payments to other agencies	-	-	-	-	-
Other operating cash receipts (payments)	-	-	-	-	-
Net cash receipts (disbursements)	6,249	5,972	3,900	5,666	8,638
Non-capital financing activities					
Proceeds from bond issuance	-	-	-	-	-
Principal paid on bonds	(2,450)	(2,145)	(2,145)	(2,555)	(2,670)
Payment of bond issuance costs	-	-	-	-	-
Interest paid on bonds	(310)	(2,196)	(2,210)	(2,629)	(2,424)
Proceeds from short-term debt issuance	-	-	-	-	-
Payment of short term debt	-	-	-	-	-
Contributions to State of Alaska or State agencies	-	-	-	-	-
Transfers from (to) other funds	-	-	-	-	-
Net cash receipts (disbursements)	(2,760)	(4,341)	(4,355)	(5,184)	(5,094)
Capital financing activities					
Acquisition of capital assets	-	-	-	-	-
Proceeds from the disposal of capital assets	-	-	-	-	-
Proceeds from direct financing leases	-	-	-	-	-
Net cash receipts (disbursements)	-	-	-	-	-
Investing activities					
Purchase of investments	(13,956)	(10,606)	(11,627)	(16,705)	(19,121)
Proceeds from maturity of investments	10,304	8,837	11,935	16,046	15,356
Interest received from investments	163	138	147	177	221
Net cash receipts (disbursements)	(3,489)	(1,631)	455	(482)	(3,544)
Net Increase (decrease) in cash	-	-	-	-	-
Cash at beginning of year	-	-	-	-	-
Cash at end of period	\$ -	\$ -	\$ -	\$ -	\$ -

Home Mortgage Revenue Bonds 2009 B		Home Mortgage Revenue Bonds 2009 D		Total June 30, 2024
\$	3,750	\$	5,371	\$ 22,261
	7,294		12,934	52,241
	-		-	-
	(2,991)		(7,359)	(25,078)
	-		-	-
	-		-	-
	-		-	-
	-		-	-
	-		-	-
	-		-	-
	-		-	-
	-		-	-
	-		-	-
	8,053		10,946	49,424
	-		-	-
	(2,670)		(2,680)	(17,315)
	-		-	-
	(2,523)		(2,515)	(14,807)
	-		-	-
	-		-	-
	-		-	-
	-		286	286
	(5,193)		(4,909)	(31,836)
	-		-	-
	-		-	-
	-		-	-
	-		-	-
	(16,611)		(30,267)	(118,893)
	13,559		23,457	99,494
	192		775	1,813
	(2,860)		(6,035)	(17,586)
	-		2	2
	-		-	-
\$	-	\$	2	\$ 2

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF CASH FLOWS**HOME MORTGAGE REVENUE BONDS**

For the Year Ended June 30, 2024

(in thousands of dollars)

	Home Mortgage Revenue Bonds 2002 A	Home Mortgage Revenue Bonds 2007 A	Home Mortgage Revenue Bonds 2007 B	Home Mortgage Revenue Bonds 2007 D	Home Mortgage Revenue Bonds 2009 A
Reconciliation					
Operating income (loss) to net cash					
Operating income (loss)	\$ 1,828	\$ (9)	\$ (88)	\$ 306	\$ 876
<i>Adjustments:</i>					
Depreciation expense	-	-	-	-	-
Provision for loan loss	(15)	(90)	(74)	(101)	(87)
Net change in the fair value of investments	(20)	(8)	(4)	(19)	(21)
Interfund receipts (payments) for operations	296	(7,196)	(5,268)	(7,705)	(5,869)
Interest received from investments	(163)	(138)	(147)	(177)	(221)
Interest paid on bonds and capital notes	310	2,196	2,210	2,629	2,424
<i>Change in assets, liabilities and deferred resources:</i>					
Net (increase) decrease in mortgages and loans	1,436	8,868	7,295	9,975	8,644
Net increase (decrease) in assets, liabilities, and deferred resources	2,577	2,349	(24)	758	2,892
Net operating cash receipts (disbursements)	\$ 6,249	\$ 5,972	\$ 3,900	\$ 5,666	\$ 8,638

See accompanying notes to the financial statements.

Home Mortgage Revenue Bonds 2009 B	Home Mortgage Revenue Bonds 2009 D	Total June 30, 2024
\$ 1,179	\$ 3,115	\$ 7,207
-	-	-
(128)	(123)	(618)
(17)	(10)	(99)
(11,223)	(16,591)	(53,556)
(192)	(775)	(1,813)
2,523	2,515	14,807
12,693	12,198	61,109
3,218	10,617	22,387
\$ 8,053	\$ 10,946	\$ 49,424

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF CASH FLOWS
GENERAL MORTGAGE REVENUE BONDS

For the Year Ended June 30, 2024

(in thousands of dollars)

	General Mortgage Revenue Bonds II 2016 A	General Mortgage Revenue Bonds II 2018 A & B	General Mortgage Revenue Bonds II 2019 A & B	General Mortgage Revenue Bonds II 2020 A & B	General Mortgage Revenue Bonds II 2022 A & B
Cash Flows					
Operating activities					
Interest income on mortgages and loans	\$ 1,681	\$ 3,217	\$ 3,998	\$ 7,459	\$ 5,605
Principal receipts on mortgages and loans	4,714	6,887	11,061	18,454	13,407
Disbursements to fund mortgages and loans	-	-	-	-	-
Receipts (payments) for interfund loan transfers	(598)	(804)	(4,262)	(4,571)	(7,070)
Mortgage and loan proceeds receipts	-	-	-	-	-
Mortgage and loan proceeds paid to trust funds	-	-	-	-	-
Payroll-related disbursements	-	-	-	-	-
Payments for goods and services	-	-	-	-	-
Receipts from externally funded programs	-	-	-	-	-
Receipts from Federal HAP subsidies	-	-	-	-	-
Payments for Federal HAP subsidies	-	-	-	-	-
Interfund receipts (payments)	-	-	-	-	-
Grant payments to other agencies	-	-	-	-	-
Other operating cash receipts (payments)	-	-	-	-	-
Net cash receipts (disbursements)	5,797	9,300	10,797	21,342	11,942
Non-capital financing activities					
Proceeds from bond issuance	-	-	-	-	-
Principal paid on bonds	(6,075)	(6,255)	(6,205)	(9,715)	(2,905)
Payment of bond issuance costs	-	-	-	-	-
Interest paid on bonds	(1,000)	(2,401)	(3,149)	(5,113)	(4,195)
Proceeds from short-term debt issuance	-	-	-	-	-
Payment of short term debt	-	-	-	-	-
Contributions to State of Alaska or State agencies	-	-	-	-	-
Transfers from (to) other funds	666	-	-	2,409	-
Net cash receipts (disbursements)	(6,409)	(8,656)	(9,354)	(12,419)	(7,100)
Capital financing activities					
Acquisition of capital assets	-	-	-	-	-
Proceeds from the disposal of capital assets	-	-	-	-	-
Proceeds from direct financing leases	-	-	-	-	-
Net cash receipts (disbursements)	-	-	-	-	-
Investing activities					
Purchase of investments	(7,148)	(13,438)	(24,268)	(47,272)	(27,482)
Proceeds from maturity of investments	7,640	12,744	22,526	37,748	22,243
Interest received from investments	120	176	299	601	397
Net cash receipts (disbursements)	612	(518)	(1,443)	(8,923)	(4,842)
Net Increase (decrease) in cash	-	126	-	-	-
Cash at beginning of year	-	-	-	-	-
Cash at end of period	\$ -	\$ 126	\$ -	\$ -	\$ -

	General Mortgage Revenue Bonds II 2022 C	General Mortgage Revenue Bonds II 2024 A,B & C	Total June 30, 2024
\$	4,032	\$ 4,701	\$ 30,693
	2,499	5,638	62,660
	-	-	-
	(599)	(244,533)	(262,437)
	-	-	-
	-	-	-
	-	-	-
	-	-	-
	-	-	-
	-	-	-
	-	-	-
	-	-	-
	-	-	-
	-	-	-
	5,932	(234,194)	(169,084)
	-	250,381	250,381
	(2,800)	-	(33,955)
	-	(1,571)	(1,571)
	(4,142)	-	(20,000)
	-	-	-
	-	-	-
	-	-	-
	354	(6,671)	(3,242)
	(6,588)	242,139	191,613
	-	-	-
	-	-	-
	-	-	-
	-	-	-
	(6,715)	(147,066)	(273,389)
	7,189	138,922	249,012
	182	199	1,974
	656	(7,945)	(22,403)
	-	-	126
	-	-	-
\$	-	\$ -	\$ 126

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF CASH FLOWS**GENERAL MORTGAGE REVENUE BONDS**

For the Year Ended June 30, 2024

(in thousands of dollars)

	General Mortgage Revenue Bonds II 2016 A	General Mortgage Revenue Bonds II 2018 A & B	General Mortgage Revenue Bonds II 2019 A & B	General Mortgage Revenue Bonds II 2020 A & B	General Mortgage Revenue Bonds II 2022 A & B
Reconciliation					
Operating income (loss) to net cash					
Operating income (loss)	\$ 809	\$ 1,586	\$ 1,661	\$ 4,112	\$ 3,122
<i>Adjustments:</i>					
Depreciation expense	-	-	-	-	-
Provision for loan loss	(38)	289	(74)	(91)	(113)
Net change in the fair value of investments	1	(13)	(28)	(62)	(61)
Interfund receipts (payments) for operations	958	34,612	(420)	5,414	(4,536)
Interest received from investments	(120)	(176)	(299)	(601)	(397)
Interest paid on bonds and capital notes	1,000	2,401	3,149	5,113	4,195
<i>Change in assets, liabilities and deferred resources:</i>					
Net (increase) decrease in mortgages and loans	3,746	(28,567)	7,302	8,995	11,150
Net increase (decrease) in assets, liabilities, and deferred resources	(559)	(832)	(494)	(1,538)	(1,418)
Net operating cash receipts (disbursements)	\$ 5,797	\$ 9,300	\$ 10,797	\$ 21,342	\$ 11,942

See accompanying notes to the financial statements.

General Mortgage Revenue Bonds II 2022 C	General Mortgage Revenue Bonds II 2024 A,B & C	Total June 30, 2024
\$ 25	\$ (666)	\$ 10,649
-	-	-
(21)	2,603	2,555
-	(62)	(225)
515	15,771	52,314
(182)	(199)	(1,974)
4,142	-	20,000
-	-	-
-	-	-
2,051	(257,671)	(252,994)
-	-	-
(598)	6,030	591
\$ 5,932	\$ (234,194)	\$ (169,084)

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF CASH FLOWS
COLLATERALIZED VETERANS MORTGAGE BONDS

For the Year Ended June 30, 2024

(in thousands of dollars)

	Collateralized Bonds, 2016 1st & 2nd Series	Collateralized Bonds, 2019 1st & 2nd Series	Collateralized Bonds, 2023 1st Series	Total June 30, 2024
Cash Flows				
Operating activities				
Interest income on mortgages and loans	\$ 877	\$ 1,708	\$ 2,157	\$ 4,742
Principal receipts on mortgages and loans	1,975	4,022	2,579	8,576
Disbursements to fund mortgages and loans	-	-	-	-
Receipts (payments) for interfund loan transfers	(1,763)	(1,328)	(51,075)	(54,166)
Mortgage and loan proceeds receipts	-	-	-	-
Mortgage and loan proceeds paid to trust funds	-	-	-	-
Payroll-related disbursements	-	-	-	-
Payments for goods and services	-	-	-	-
Receipts from externally funded programs	-	-	-	-
Receipts from Federal HAP subsidies	-	-	-	-
Payments for Federal HAP subsidies	-	-	-	-
Interfund receipts (payments)	-	-	-	-
Grant payments to other agencies	-	-	-	-
Other operating cash receipts (payments)	-	-	-	-
Net cash receipts (disbursements)	1,089	4,402	(46,339)	(40,848)
Non-capital financing activities				
Proceeds from bond issuance	-	-	50,093	50,093
Principal paid on bonds	(2,045)	(2,725)	-	(4,770)
Payment of bond issuance costs	-	-	(691)	(691)
Interest paid on bonds	(622)	(466)	(1,788)	(2,876)
Proceeds from short-term debt issuance	-	-	-	-
Payment of short term debt	-	-	-	-
Contributions to State of Alaska or State agencies	-	-	-	-
Transfers from (to) other funds	-	(472)	498	26
Net cash receipts (disbursements)	(2,667)	(3,663)	48,112	41,782
Capital financing activities				
Acquisition of capital assets	-	-	-	-
Proceeds from the disposal of capital assets	-	-	-	-
Proceeds from direct financing leases	-	-	-	-
Net cash receipts (disbursements)	-	-	-	-
Investing activities				
Purchase of investments	(3,203)	(8,960)	(8,741)	(20,904)
Proceeds from maturity of investments	4,678	8,098	6,822	19,598
Interest received from investments	103	123	146	372
Net cash receipts (disbursements)	1,578	(739)	(1,773)	(934)
Net Increase (decrease) in cash	-	-	-	-
Cash at beginning of year	-	-	-	-
Cash at end of period	\$ -	\$ -	\$ -	\$ -

	Collateralized Bonds, 2016 1st & 2nd Series	Collateralized Bonds, 2019 1st & 2nd Series	Collateralized Bonds, 2023 1st Series	Total June 30, 2024
Reconciliation				
Operating income (loss) to net cash				
Operating income (loss)	\$ 321	\$ 1,497	\$ (511)	\$ 1,307
<i>Adjustments:</i>				
Depreciation expense	-	-	-	-
Provision for loan loss	(4)	109	484	589
Net change in the fair value of investments	-	12	-	12
Interfund receipts (payments) for operations	37	12,539	733	13,309
Interest received from investments	(103)	(123)	(146)	(372)
Interest paid on bonds and capital notes	622	466	1,788	2,876
<i>Change in assets, liabilities and deferred resources:</i>				
Net (increase) decrease in mortgages and loans	413	(10,751)	(47,930)	(58,268)
Net increase (decrease) in assets, liabilities, and deferred resources	(197)	653	(757)	(301)
Net operating cash receipts (disbursements)	\$ 1,089	\$ 4,402	\$ (46,339)	\$ (40,848)

See accompanying notes to the financial statements.

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF CASH FLOWS**GOVERNMENTAL PURPOSE BONDS**

For the Year Ended June 30, 2024

(in thousands of dollars)

	Governmental Purpose Bonds 2001 A & B	Total June 30, 2024
Cash Flows		
Operating activities		
Interest income on mortgages and loans	\$ 4,205	\$ 4,205
Principal receipts on mortgages and loans	14,160	14,160
Disbursements to fund mortgages and loans	-	-
Receipts (payments) for interfund loan transfers	(12,263)	(12,263)
Mortgage and loan proceeds receipts	-	-
Mortgage and loan proceeds paid to trust funds	-	-
Payroll-related disbursements	-	-
Payments for goods and services	-	-
Receipts from externally funded programs	-	-
Receipts from Federal HAP subsidies	-	-
Payments for Federal HAP subsidies	-	-
Interfund receipts (payments)	-	-
Grant payments to other agencies	-	-
Other operating cash receipts (payments)	-	-
Net cash receipts (disbursements)	6,102	6,102
Non-capital financing activities		
Proceeds from bond issuance	-	-
Principal paid on bonds	(7,435)	(7,435)
Payment of bond issuance costs	-	-
Interest paid on bonds	(2,328)	(2,328)
Proceeds from short-term debt issuance	-	-
Payment of short term debt	-	-
Contributions to State of Alaska or State agencies	-	-
Transfers from (to) other funds	-	-
Net cash receipts (disbursements)	(9,763)	(9,763)
Capital financing activities		
Acquisition of capital assets	-	-
Proceeds from the disposal of capital assets	-	-
Proceeds from direct financing leases	-	-
Net cash receipts (disbursements)	-	-
Investing activities		
Purchase of investments	(42,234)	(42,234)
Proceeds from maturity of investments	45,497	45,497
Interest received from investments	398	398
Net cash receipts (disbursements)	3,661	3,661
Net Increase (decrease) in cash	-	-
Cash at beginning of year	-	-
Cash at end of period	\$ -	\$ -

	Governmental Purpose Bonds 2001 A & B	Total June 30, 2024
Reconciliation		
Operating income (loss) to net cash		
Operating income (loss)	\$ 2,140	\$ 2,140
<i>Adjustments:</i>		
Depreciation expense	-	-
Provision for loan loss	(17)	(17)
Net change in the fair value of investments	14	14
Interfund receipts (payments) for operations	(152)	(152)
Interest received from investments	(398)	(398)
Interest paid on bonds and capital notes	2,328	2,328
<i>Change in assets, liabilities and deferred resources:</i>		
Net (increase) decrease in mortgages and loans	1,721	1,721
Net increase (decrease) in assets, liabilities, and deferred resources	466	466
Net operating cash receipts (disbursements)	\$ 6,102	\$ 6,102

See accompanying notes to the financial statements.

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF CASH FLOWS**STATE CAPITAL PROJECT BONDS**

For the Year Ended June 30, 2024

(in thousands of dollars)

	State Capital Project Bonds II	Total June 30, 2024
Cash Flows		
Operating activities		
Interest income on mortgages and loans	\$ 59,243	\$ 59,243
Principal receipts on mortgages and loans	96,323	96,323
Disbursements to fund mortgages and loans	-	-
Receipts (payments) for interfund loan transfers	(142,191)	(142,191)
Mortgage and loan proceeds receipts	-	-
Mortgage and loan proceeds paid to trust funds	-	-
Payroll-related disbursements	-	-
Payments for goods and services	-	-
Receipts from externally funded programs	-	-
Receipts from Federal HAP subsidies	-	-
Payments for Federal HAP subsidies	-	-
Interfund receipts (payments)	-	-
Grant payments to other agencies	-	-
Other operating cash receipts (payments)	29	29
Net cash receipts (disbursements)	13,404	13,404
Non-capital financing activities		
Proceeds from bond issuance	109,890	109,890
Principal paid on bonds	(59,140)	(59,140)
Payment of bond issuance costs	(449)	(449)
Interest paid on bonds	(52,716)	(52,716)
Proceeds from short-term debt issuance	-	-
Payment of short term debt	-	-
Contributions to State of Alaska or State agencies	-	-
Transfers from (to) other funds	(34,317)	(34,317)
Net cash receipts (disbursements)	(36,732)	(36,732)
Capital financing activities		
Acquisition of capital assets	-	-
Proceeds from the disposal of capital assets	-	-
Proceeds from direct financing leases	3,304	3,304
Net cash receipts (disbursements)	3,304	3,304
Investing activities		
Purchase of investments	(273,855)	(273,855)
Proceeds from maturity of investments	289,151	289,151
Interest received from investments	4,757	4,757
Net cash receipts (disbursements)	20,053	20,053
Net Increase (decrease) in cash	29	29
Cash at beginning of year	166	166
Cash at end of period	\$ 195	\$ 195

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF CASH FLOWS**STATE CAPITAL PROJECT BONDS**

For the Year Ended June 30, 2024

(in thousands of dollars)

Schedule 23

	State Capital Project Bonds II	Total June 30, 2024
Reconciliation		
Operating income (loss) to net cash		
Operating income (loss)	\$ 16,111	\$ 16,111
<i>Adjustments:</i>		
Depreciation expense	-	-
Provision for loan loss	414	414
Net change in the fair value of investments	339	339
Interfund receipts (payments) for operations	(32,560)	(32,560)
Interest received from investments	(4,757)	(4,757)
Interest paid on bonds and capital notes	52,716	52,716
<i>Change in assets, liabilities and deferred resources:</i>		
Net (increase) decrease in mortgages and loans	(43,224)	(43,224)
Net increase (decrease) in assets, liabilities, and deferred resources	24,365	24,365
Net operating cash receipts (disbursements)	\$ 13,404	\$ 13,404

See accompanying notes to the financial statements.

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF CASH FLOWS
OTHER PROGRAM FUNDS

For the Year Ended June 30, 2024

(in thousands of dollars)

	Low Rent Program	Market Rate Rental Housing Program	Home Ownership Fund	Senior Housing Revolving Loan Fund	Other Funds or Programs Subtotal
Cash Flows					
Operating activities					
Interest income on mortgages and loans	\$ -	\$ -	\$ 221	\$ 1,148	\$ 1,369
Principal receipts on mortgages and loans	-	-	953	4,664	5,617
Disbursements to fund mortgages and loans	-	-	-	-	-
Receipts (payments) for interfund loan transfers	-	-	(1,446)	(6,335)	(7,781)
Mortgage and loan proceeds receipts	-	-	-	-	-
Mortgage and loan proceeds paid to trust funds	-	-	-	-	-
Payroll-related disbursements	(8,147)	(1,753)	-	-	(9,900)
Payments for goods and services	(15,124)	(2,767)	-	-	(17,891)
Receipts from externally funded programs	15,089	2,321	-	-	17,410
Receipts from Federal HAP subsidies	-	-	-	-	-
Payments for Federal HAP subsidies	-	-	-	-	-
Interfund receipts (payments)	2,007	276	-	-	2,283
Grant payments to other agencies	-	-	-	-	-
Other operating cash receipts (payments)	8,999	2,322	-	-	11,321
Net cash receipts (disbursements)	2,824	399	(272)	(523)	2,428
Non-capital financing activities					
Proceeds from bond issuance	-	-	-	-	-
Principal paid on bonds	-	-	-	-	-
Payment of bond issuance costs	-	-	-	-	-
Interest paid on bonds	-	-	-	-	-
Proceeds from short-term debt issuance	-	-	-	-	-
Payment of short term debt	-	-	-	-	-
Contributions to State of Alaska or State agencies	-	-	-	-	-
Transfers from (to) other funds	-	-	-	-	-
Net cash receipts (disbursements)	-	-	-	-	-
Capital financing activities					
Acquisition of capital assets	(3,265)	(23)	-	-	(3,288)
Proceeds from the disposal of capital assets	44	-	-	-	44
Proceeds from direct financing leases	-	-	-	-	-
Net cash receipts (disbursements)	(3,221)	(23)	-	-	(3,244)
Investing activities					
Purchase of investments	-	-	(1,223)	(6,248)	(7,471)
Proceeds from maturity of investments	-	-	1,438	6,540	7,978
Interest received from investments	427	338	57	231	1,053
Net cash receipts (disbursements)	427	338	272	523	1,560
Net Increase (decrease) in cash	30	714	-	-	744
Cash at beginning of year	17,552	13,297	-	-	30,849
Cash at end of period	\$ 17,582	\$ 14,011	\$ -	\$ -	\$ 31,593

Energy Programs	Section 8 Voucher Programs	Other Grants	COVID-19 Grants	Grant Programs Subtotal	Alaska Corporation for Affordable Housing	Total June 30, 2024
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,369
-	-	-	-	-	-	5,617
-	-	-	-	-	-	-
-	-	-	-	-	-	(7,781)
-	-	-	-	-	-	-
-	-	-	-	-	-	-
(143)	(5,061)	(725)	(166)	(6,095)	(162)	(16,157)
(396)	(1,587)	(850)	(1,230)	(4,063)	(119)	(22,073)
5,598	13,107	16,876	-	35,581	-	52,991
-	33,004	-	-	33,004	-	33,004
-	(37,771)	-	-	(37,771)	-	(37,771)
2,450	(1,372)	12,867	30,189	44,134	(915)	45,502
(7,509)	(1,040)	(28,858)	(26,232)	(63,639)	-	(63,639)
-	4	690	2	696	89	12,106
-	(716)	-	2,563	1,847	(1,107)	3,168
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	(499)	-	-	(499)	(379)	(4,166)
-	5	-	-	5	-	49
-	-	-	-	-	-	-
-	(494)	-	-	(494)	(379)	(4,117)
-	-	-	-	-	-	(7,471)
-	-	-	-	-	-	7,978
24	1	-	251	276	291	1,620
24	1	-	251	276	291	2,127
24	(1,209)	-	2,814	1,629	(1,195)	1,178
768	6,630	3	4,659	12,060	9,423	52,332
\$ 792	\$ 5,421	\$ 3	\$ 7,473	\$ 13,689	\$ 8,228	\$ 53,510

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF CASH FLOWS**OTHER PROGRAM FUNDS**

For the Year Ended June 30, 2024

(in thousands of dollars)

	Low Rent Program	Market Rate Rental Housing Program	Home Ownership Fund	Senior Housing Revolving Loan Fund	Other Funds or Programs Subtotal
Reconciliation					
Operating income (loss) to net cash					
Operating income (loss)	\$ (3,852)	\$ (1,121)	\$ 247	\$ 1,333	\$ (3,393)
<i>Adjustments:</i>					
Depreciation expense	4,303	1,177	-	-	5,480
Provision for loan loss	-	-	4	16	20
Net change in the fair value of investments	-	-	-	(2)	(2)
Interfund receipts (payments) for operations	2,511	667	(9)	52	3,221
Interest received from investments	(427)	(338)	(57)	(231)	(1,053)
Interest paid on bonds and capital notes	-	-	-	-	-
<i>Change in assets, liabilities and deferred resources:</i>					
Net (increase) decrease in mortgages and loans	-	-	(437)	(1,563)	(2,000)
Net increase (decrease) in assets, liabilities, and deferred resources	289	14	(20)	(128)	155
Net operating cash receipts (disbursements)	\$ 2,824	\$ 399	\$ (272)	\$ (523)	\$ 2,428

See accompanying notes to the financial statements.

Energy Programs	Section 8 Voucher Programs	Other Grants	COVID-19 Grants	Grant Programs Subtotal	Alaska Corporation for Affordable Housing	Total June 30, 2024
\$ (4,857)	\$ (1,035)	\$ (14,734)	\$ 2,075	\$ (18,551)	\$ (5,364)	\$ (27,308)
-	830	-	-	830	-	6,310
-	-	35	-	35	7,257	7,312
-	-	-	-	-	-	(2)
5,079	248	16,229	(2)	21,554	211	24,986
(24)	(1)	-	(251)	(276)	(291)	(1,620)
-	-	-	-	-	-	-
-	-	37	-	37	6,424	4,461
(198)	(758)	(1,567)	741	(1,782)	(9,344)	(10,971)
\$ -	\$ (716)	\$ -	\$ 2,563	\$ 1,847	\$ (1,107)	\$ 3,168

Other Financial Information

Entity-wide amounts for fiscal years ending June 30 are presented below for informational purposes (in thousands):

	2024	2023	2022	2021	2020
Assets					
Cash	\$ 88,608	\$ 80,205	\$ 84,731	\$ 108,769	\$ 73,772
Investments	634,502	784,796	981,786	1,033,065	871,387
Accrued interest receivable	15,104	16,664	14,791	14,850	16,183
Mortgage loans, notes and other loans	3,569,388	3,229,243	3,018,160	2,995,561	3,256,290
Net investment in direct financing lease	-	-	-	20,287	22,468
Capital assets, net	68,894	71,542	75,158	81,177	87,061
Other assets	87,040	70,344	66,358	38,510	21,455
Total Assets	4,463,536	4,252,794	4,240,984	4,292,219	4,348,616
Deferred Outflow of Resources	52,628	71,553	111,512	210,255	261,327
Liabilities					
Bonds and notes payable	2,618,772	2,347,283	2,277,492	2,366,206	2,572,813
Short term debt	45,938	128,476	149,771	131,697	115,366
Accrued interest payable	12,297	7,339	6,013	6,681	7,257
Other liabilities	138,634	150,617	202,682	211,197	70,401
Derivative instrument - interest rate swaps	27,057	39,013	73,728	168,250	234,281
Total Liabilities	2,842,698	2,672,728	2,709,686	2,883,031	3,000,118
Deferred Inflow of Resources	20,630	23,369	43,349	3,512	2,861
Total Net Position	\$ 1,652,836	\$ 1,628,250	\$ 1,599,461	\$ 1,615,931	\$ 1,606,964
Operating Revenues					
Mortgage and loans revenue	\$ 147,583	\$ 127,895	\$ 120,874	\$ 132,258	\$ 147,068
Investment interest	43,959	35,962	3,440	5,669	13,031
Net change in fair value of investments	282	3,158	820	(2,158)	1,922
Net change of hedge termination	-	281	875	579	(177)
Total Investment Revenue	44,241	39,401	5,135	4,090	14,776
Externally funded programs	105,067	156,657	283,006	154,023	76,113
Rental	12,307	11,509	11,280	11,219	11,512
Other	3,021	3,165	4,347	4,490	1,607
Total Operating Revenues	312,219	338,627	424,642	306,080	251,076
Operating Expenses					
Interest	91,885	79,853	60,780	70,987	81,137
Mortgage and loan costs	13,814	12,501	11,767	11,342	14,763
Operations and administration	53,648	47,774	48,911	50,360	40,958
Financing expenses	6,206	4,834	4,923	6,033	5,163
Provision for loan loss	7,317	1,640	485	(2,761)	(6,639)
Housing grants and subsidies	90,592	138,014	276,268	143,129	63,800
Rental housing operating expenses	18,506	17,175	19,274	17,012	16,353
Total Operating Expenses	281,968	301,791	422,408	296,102	215,535
Operating Income (Loss)	30,251	36,836	2,234	9,978	35,541
Non-Operating & Special Item					
Contribution to State or State agency	(5,665)	(8,047)	(933)	(1,011)	-
Change in Net Position	\$ 24,586	\$ 28,789	\$ 1,301	\$ 8,967	\$ 35,541

FORM OF OPINION OF BOND COUNSEL

On the date of issuance of the Offered Bonds, Bond Counsel proposes to issue an approving opinion in substantially the following form:

Alaska Housing Finance Corporation
4300 Boniface Parkway
Anchorage, Alaska 99504

Ladies and Gentlemen:

We have examined the Constitution and laws of the State of Alaska (the “State”) and a record of proceedings relating to the issuance of \$_____ aggregate principal amount of State Capital Project Bonds II, 2025 Series A (the “2025 Bonds”), of the Alaska Housing Finance Corporation (the “Corporation”), a public corporation and government instrumentality of the State created by and existing under Alaska Statutes 18.55 and 18.56, as amended (the “Act”).

In such examinations, we have assumed the genuineness of all signatures, the authenticity of all documents submitted to us as originals and the conformity with originals of all documents submitted to us as copies thereof.

The 2025 Bonds are authorized and issued pursuant to the Act and a resolution of the Corporation adopted March 26, 2025, and are issued pursuant to the Indenture by and between the Corporation and U.S. Bank Trust Company, National Association, as trustee (the “Trustee”), dated as of October 1, 2012, and the 2025 Series A Supplemental Indenture by and between the Corporation and the Trustee, dated as of July 1, 2025, executed pursuant to said Indenture (together, the “Indenture”).

The 2025 Bonds mature and are subject to redemption as provided in the Indenture.

Capitalized terms used herein and not defined herein are used as defined in the Indenture.

Applicable federal tax law establishes certain requirements that must be met subsequent to the issuance of the 2025 Bonds in order for interest on the 2025 Bonds not to be included in gross income for federal income tax purposes, under Section 103 of the Internal Revenue Code of 1986, as amended (the “Code”). The Corporation has covenanted that it will comply with such requirements and that it will do all things permitted by law and necessary or desirable to ensure that interest on the 2025 Bonds will be, and remain, not included in gross income for federal income tax purposes, under Section 103 of the Code. We have examined the program documentation adopted by the Corporation, which, in our opinion, establishes procedures and covenants under which, if followed, such requirements can be met. In rendering this opinion, we have assumed compliance with, and enforcement of, the provisions of such program procedures and covenants.

As to any facts material to our opinion, we have relied upon, and assumed compliance with, various statements, representations and covenants of officers and other representatives of the Corporation including without limitation those contained in the Indenture, the Corporation's Tax Certificate as to Arbitrage and the Provisions of Sections 103 and 141-150 of the Internal Revenue Code of 1986 as to matters affecting the tax-exempt status of the 2025 Bonds and the certified proceedings and other certifications of public officials and certifications by officers of the Corporation furnished to us (which are material to the opinion expressed below) without undertaking to verify the same by independent investigation.

Subject to the foregoing, we are of the opinion that:

1. Under the Constitution and laws of the State of Alaska (the "State"), the Corporation has been duly created, organized, and validly exists as a public corporation and government instrumentality in good standing under the laws of the State, performing an essential public function with full corporate power and authority under the Act, among other things, to enter into, and to perform its obligations under the terms and conditions of, the Indenture.

2. The Indenture has been duly authorized, executed and delivered, is in full force and effect, and is valid and binding upon the Corporation and enforceable in accordance with its terms (subject, as to enforcement of remedies, to applicable bankruptcy, reorganization, insolvency, moratorium, or other laws affecting creditors' rights generally from time to time in effect).

3. The 2025 Bonds have been duly and validly authorized, sold and issued by the Corporation in accordance with the Indenture and Constitution and laws of the State, including the Act and, pursuant to the Act, are issued by a public corporation and government instrumentality of the State for an essential public and governmental purpose.

4. Subject to agreements heretofore or hereafter made with the holders of any notes or other bonds of the Corporation pledging any particular revenues or assets not pledged under the Indenture and the exclusion by the Act of a pledge of funds in the Housing Development Fund (as described in the Act), the 2025 Bonds are valid and legally binding general obligations of the Corporation for the payment of which, in accordance with their terms, the full faith and credit of the Corporation have been legally and validly pledged, are enforceable in accordance with their terms and the terms of the Indenture and are entitled to the equal benefit, protection, and security of the provisions, covenants, and agreements of the Indenture.

5. The 2025 Bonds are secured by a pledge in the manner and to the extent set forth in the Indenture. The Indenture creates a valid pledge of a lien on all funds established by the Indenture and moneys and securities therein which the Indenture purports to create, to the extent and on the terms provided therein.

6. Under existing statutes, regulations, rulings and court decisions, interest on the 2025 Bonds (including any original issue discount properly allocable to the owner of a 2025 Bond) is *excludable* from gross income for federal income tax purposes.

7. Interest on the 2025 Bonds is not a specific preference item for purposes of the alternative minimum tax imposed on individuals. Interest on the 2025 Bonds may affect the

federal alternative minimum tax imposed on certain corporations. We express no opinion regarding any other consequences affecting the federal income tax liability of a recipient of interest on the 2025 Bonds.

8. Under existing laws, interest on the 2025 Bonds is free from taxation of every kind by the State, and by municipalities and all other political subdivisions of the State (except that no opinion is expressed as to such exemption from State estate and inheritance taxes and taxes of transfers by or in anticipation of death).

9. Certain requirements and procedures contained or referred to in the Indenture and other relevant documents may be changed and certain actions may be taken, upon the advice or with the opinion of counsel. Except to the extent of our concurrence therewith, we express no opinion as to any 2025 Bond, or the interest thereon, if any change occurs or action is taken upon the advice or approval of other counsel.

Very truly yours,

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FORM OF CONTINUING DISCLOSURE CERTIFICATE

This Continuing Disclosure Certificate (the “Certificate”) is executed and delivered by the Alaska Housing Finance Corporation (the “Corporation”) in connection with the issuance of \$_____ aggregate principal amount of its State Capital Project Bonds II, 2025 Series A (the “Subject Bonds”). The Subject Bonds are being issued pursuant to an Indenture by and between the Corporation and U.S. Bank Trust Company, National Association, as trustee (the “Trustee”), dated as of October 1, 2012 (the “Master Indenture”), and a 2025 Series A Supplemental Indenture, dated as of July 1, 2025, by and between the Corporation and the Trustee (together with the Master Indenture, the “Indenture”). The Corporation covenants and agrees with the registered owners and the beneficial owners of the Subject Bonds as follows:

SECTION 1. Purpose of the Certificate. This Certificate is being executed and delivered by the Corporation for the sole and exclusive benefit of the registered owners and beneficial owners of the Subject Bonds.

SECTION 2. Definitions. In addition to the definitions set forth in the Indenture, which apply to any capitalized term used in this Certificate unless otherwise defined in this Section, the following capitalized terms shall have the following meanings:

“Annual Report” shall mean any Annual Report provided by the Corporation pursuant to, and as described in, Sections 3 and 4 of this Certificate.

“Disclosure Representative” shall mean the Executive Director/Chief Executive Officer of the Corporation or his or her designee.

“Financial Obligation” shall mean “financial obligation” as such term is defined in the Rule.

“Fiscal Year” shall mean any twelve-month period ending on June 30 or on such other date as the Corporation may designate from time to time.

“Listed Events” shall mean any of the events listed in Section 5 of this Certificate.

“MSRB” shall mean the Municipal Securities Rulemaking Board established pursuant to Section 15B(b)(1) of the Securities Exchange Act of 1934, or any successor thereto or to the functions of the MSRB contemplated by this Certificate.

“Official Statement” shall mean the Corporation’s final Official Statement with respect to the Subject Bonds, dated June __, 2025.

“Rule” shall mean Rule 15c2-12(b)(5) adopted by the Securities and Exchange Commission under the Securities Exchange Act of 1934, as the same may be amended from time to time.

“SEC” shall mean the United States Securities and Exchange Commission.

SECTION 3. Provision of Annual Reports. The Corporation shall provide to the MSRB an Annual Report for the preceding Fiscal Year (commencing with the Fiscal Year ending June 30, 2025) which is consistent with the requirements of Section 4 of this Certificate. The Annual Report shall be provided not later than 180 days after the Fiscal Year to which it relates. The Annual Report may be submitted as a single document or as separate documents constituting a package, and may cross-reference other information as provided in Section 4 of this Certificate; provided that the audited financial statements of the Corporation may be submitted separately from the balance of the Annual Report, and later than the date required for the filing of the Annual Report if not available by that date. The Corporation shall, in a timely manner, file notice with the MSRB of any failure to file an Annual Report by the date specified in this Section 3. Such notice shall be in the form attached as Exhibit A to this Certificate, subject to Section 9 of this Certificate.

SECTION 4. Content of Annual Reports. The Corporation’s Annual Report shall include (i) the Corporation’s audited financial statements for the Fiscal Year ended on the previous June 30, prepared in accordance with generally accepted accounting principles established by the Governmental Accounting Standards Board, if available, or unaudited financial statements for such Fiscal Year, (ii) an update of the financial information and operating data contained in the Official Statement under the caption “The Corporation,” (iii) the amount and type of the investments (and cash) in the accounts and subaccounts established in the Indenture, (iv) the outstanding principal balances of each maturity of Subject Bonds and the sinking fund installment amounts as applicable, and (v) financial information and operating data with respect to any other series of Bonds.

If not provided as part of the Annual Report by the date required (as described above under “Provision of Annual Reports”), the Corporation shall provide audited financial statements, when and if available, to the MSRB.

Any or all of the items listed above may be incorporated by specific reference to other documents (i) available to the public on the MSRB Internet Web Site or (ii) filed with the SEC.

SECTION 5. Reporting of Significant Events.

This Section 5 shall govern the giving of notices of the occurrence of any of the following events:

1. Principal and interest payment delinquencies on the Subject Bonds or any other bonds of the Corporation;
2. Non-payment related defaults under the Indenture and any Supplemental Indenture, if material;
3. Unscheduled draws on debt service reserve reflecting financial difficulties;
4. Unscheduled draws on credit enhancements reflecting financial difficulties;

5. Substitution of credit or liquidity providers, or their failure to perform;
6. Adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices of determinations with respect to the tax status of the Subject Bonds, or other material events affecting the tax status of the Subject Bonds;
7. Modifications to rights of Subject Bondholders, if material;
8. Subject Bond calls, if material, and tender offers;
9. Defeasances of Subject Bonds;
10. Release, substitution or sale of property securing repayment of the Subject Bonds, if material;
11. Rating changes for the Subject Bonds;
12. Bankruptcy, insolvency, receivership or similar event[†] of the Corporation;
13. The consummation of a merger, consolidation, or acquisition involving the Corporation or the sale of all or substantially all of the assets of the Corporation, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material;
14. Appointment of a successor or additional trustee or the change of name of a trustee, if material;
15. Incurrence of a Financial Obligation of the Corporation, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a Financial Obligation of the Corporation, any of which affect Bondholders, if material; and
16. Default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a Financial Obligation of the Corporation, any of which reflect financial difficulties.

Upon the occurrence of a Listed Event, the Corporation shall file a notice of such occurrence with the MSRB and the Trustee in a timely manner not in excess of ten (10) business

[†] Note to Paragraph 12: For the purposes of the event identified in Paragraph 12 above, the event is considered to occur when any of the following occur: the appointment of a receiver, fiscal agent or similar officer for the Corporation in a proceeding under the U.S. Bankruptcy Code or in any other proceeding under state or federal law in which a court or government authority has assumed jurisdiction over substantially all of the assets or business of the Corporation, or if such jurisdiction has been assumed by leaving the existing governing body and officials or officers in possession but subject to the supervision and orders of a court or governmental authority, or the entry of an order confirming a plan of reorganization, arrangement or liquidation by a court or governmental authority having supervision or jurisdiction over substantially all of the assets or business of the Corporation.

days after the occurrence of such Listed Event. Each notice of a Listed Event hereunder shall indicate that it is a notice of a Listed Event.

SECTION 6. Termination of Reporting Obligation. The Corporation's obligations under this Certificate shall terminate upon the legal defeasance, prior redemption or payment in full of all of the Subject Bonds.

SECTION 7. Dissemination Agent. The Corporation may from time to time designate an agent to act on its behalf in providing or filing notices, documents and information as required of the Corporation under this Certificate, and revoke or modify any such designation.

SECTION 8. Amendment; Waiver. Notwithstanding any other provision of this Certificate, the Corporation may amend this Certificate if the following conditions are met:

(a) The amendment is made in connection with a change in circumstances that arises from a change in legal (including regulatory) requirements, a change in law (including rules or regulations) or in interpretations thereof or a change in the identity, nature or status of the Corporation or the type of business conducted thereby;

(b) The Certificate, as amended, would have complied with the requirements of the Rule at the time of the issuance of the Subject Bonds, after taking into account any amendments or interpretations of the Rule, as well as any change in circumstances; and

(c) The amendment does not materially impair the interests of the beneficial owners of the Subject Bonds as determined either by a party unaffiliated with the Corporation (such as Bond Counsel) or by approving vote of the registered owners of a majority in principal amount of the Subject Bonds pursuant to the terms of the Indenture.

The Corporation shall deliver a copy of any such amendment to the MSRB.

To the extent any amendment to this Certificate results in a change in the type of financial information or operating data provided pursuant to this Certificate, the first annual financial information provided thereafter will explain, in narrative form, the reasons for the amendment and the impact of the change in the type of operating data or financial information being provided.

SECTION 9. Transmission of Information and Notices. Unless otherwise required by law, all notices, documents and information provided to the MSRB shall be provided in an electronic format as prescribed by the MSRB and shall be accompanied by identifying information as prescribed by the MSRB.

SECTION 10. Default. *Except* as described in this paragraph, the provisions of this Certificate will create no rights in any other person or entity. The obligation of the Corporation to comply with the provisions of this Certificate are enforceable (i) in the case of enforcement of obligations to provide financial statements, financial information, operating data, and notices, by any beneficial owner of Outstanding Subject Bonds, or by the Trustee on behalf of the registered owners of Outstanding Subject Bonds, or (ii) in the case of challenges to the adequacy of the

financial statements, financial information, and operating data so provided, by the Trustee on behalf of the registered owners of Outstanding Subject Bonds; *provided, however*, that the Trustee shall not be required to take any enforcement action *except* at the direction of the registered owners of not less than 25% in aggregate principal amount of the Subject Bonds at the time Outstanding who shall have provided the Trustee with adequate security and indemnity. A default under this Certificate shall not be deemed an Event of Default under the Indenture, and the sole remedy under this Certificate in the event of any failure of the Corporation or the Trustee to comply with this Certificate shall be an action to compel performance.

SECTION 11. Governing Law. This Certificate shall be construed and interpreted in accordance with the laws of the State of Alaska, and any suits and actions arising out of this Certificate shall be instituted in a court of competent jurisdiction in the State, *provided* that, to the extent this Certificate addresses matters of federal securities laws, including the Rule, this Certificate shall be construed in accordance with such federal securities laws and official interpretations thereof.

SECTION 12. Beneficiaries. This Certificate shall inure solely to the benefit of the Corporation, and the registered owners and beneficial owners from time to time of the Subject Bonds, and shall create no rights in any other person or entity.

Date: July __, 2025

ALASKA HOUSING FINANCE CORPORATION

By: _____

Exhibit A

NOTICE TO MSRB OF FAILURE TO FILE ANNUAL REPORT

Name of Issuer: Alaska Housing Finance Corporation (the “Corporation”)

Name of Bond Issue: \$_____ State Capital Project Bonds II, 2025 Series A

Date of Issuance: July __, 2025

NOTICE IS HEREBY GIVEN that the Corporation has not provided an Annual Report with respect to the above-named bond issue as required by the certificate of the Corporation.

Dated: _____

ALASKA HOUSING FINANCE CORPORATION

By: _____



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