



A Component Unit of the State of Alaska

**Quarterly Unaudited
Financial Statements**

September 30, 2023

(This page intentionally left blank.)

Table of Contents

	FINANCIAL STATEMENTS	PAGE NUMBER
<u>EXHIBITS</u>		
A	Statement of Net Position.....	1 - 2
B	Statement of Revenues, Expenses, and Changes in Net Position.....	3 - 4
C	Statement of Cash Flows.....	5 - 6
	Notes to the Financial Statements.....	7 - 37
REQUIRED SUPPLEMENTARY INFORMATION		
	Schedule of AHFC'S Proportionate Share of the Net Pension Liability	38
	Schedule of AHFC'S Contributions to the Pension Plan.....	39
	Schedule of AHFC'S Proportionate Share of the Net OPEB Liability.....	40 - 41
	Schedule of AHFC'S Contributions to the OPEB Plan.....	42
<u>SUPPLEMENTARY INFORMATION</u>		
	Combining Statements of Net Position	
1	All Funds.....	43 - 44
2	Administrative Fund.....	45
3	Home Mortgage Revenue Bonds.....	47 - 48
4	General Mortgage Revenue Bonds.....	49 - 50
5	Collateralized Veterans Mortgage Bonds.....	51
6	Governmental Purpose Bonds.....	52
7	State Capital Project Bonds.....	53
8	Other Program Funds.....	55 - 56
	Combining Statements of Revenues, Expenses, and Changes in Net Position	
9	All Funds.....	57 - 58
10	Administrative Fund	59
11	Home Mortgage Revenue Bonds.....	61 - 62
12	General Mortgage Revenue Bonds.....	63 - 64
13	Collateralized Veterans Mortgage Bonds.....	65
14	Governmental Purpose Bonds.....	66
15	State Capital Project Bonds.....	67 - 68
16	Other Program Funds.....	69 - 70
	Combining Statements of Cash Flows	
17	All Funds.....	71 - 74
18	Administrative Fund	75 - 76
19	Home Mortgage Revenue Bonds.....	77 - 80
20	General Mortgage Revenue Bonds.....	81 - 84
21	Collateralized Veterans Mortgage Bonds.....	85 - 86
22	Governmental Purpose Bonds.....	87 - 88
23	State Capital Project Bonds.....	89 - 90
24	Other Program Funds.....	91 - 94
	Other Information.....	95

Table of Contents

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

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

E-Mail: rsmall@ahfc.us

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF NET POSITION

COMBINED – ALL MAJOR PROGRAMS

As of September 30, 2023

(in thousands of dollars)

	Administrative Fund	Grant Programs	Mortgage and Bond Funds	Other Funds and Programs	Total Programs and Funds
Assets					
Current					
Cash	\$ 19,267	\$ 10,500	\$ 57	\$ 34,275	\$ 64,099
Investments	521,982	-	157,657	6,801	686,440
Lease receivable	-	-	2,536	83	2,619
Accrued interest receivable	2,415	-	10,012	120	12,547
Inter-fund due (to)/from	(108,294)	52,111	59,214	(2,970)	61
Mortgage loans, notes and other loans, net	10,373	33	88,726	1,272	100,404
Other assets	3,000	15,858	-	1,195	20,053
Intergovernmental receivable	90	9,935	-	994	11,019
Total current	448,833	88,437	318,202	41,770	897,242
Non current					
Investments	9,917	-	22,239	-	32,156
Lease receivable	-	-	12,820	-	12,820
Inter-fund due (to)/from, net	-	1,423	-	-	1,423
Mortgage loans, notes and other loans	290,734	967	2,868,833	41,110	3,201,644
Capital assets - non-depreciable	2,482	-	-	14,077	16,559
Capital assets - depreciable, net	10,800	176	-	38,260	49,236
Other assets	2,977	304	10,135	30	13,446
OPEB asset	14,102	-	-	-	14,102
Total non current	331,012	2,870	2,914,027	93,477	3,341,386
Total assets	779,845	91,307	3,232,229	135,247	4,238,628
Deferred Outflow Of Resources					
	7,437	-	44,272	-	51,709
Liabilities					
Current					
Bonds payable	-	-	100,555	-	100,555
Short term debt	84,771	-	-	-	84,771
Accrued interest payable	-	-	28,538	-	28,538
Other liabilities	9,272	92,269	885	1,094	103,520
Intergovernmental payable	-	-	57	1	58
Total current	94,043	92,269	130,035	1,095	317,442
Non current					
Bonds payable	-	-	2,293,224	-	2,293,224
Other liabilities	1,648	265	-	9	1,922
Derivative instrument - interest rate swaps	-	-	20,870	-	20,870
Pension liability	35,286	-	-	-	35,286
Total non current	36,934	265	2,314,094	9	2,351,302
Total liabilities	130,977	92,534	2,444,129	1,104	2,668,744
Deferred Inflow Of Resources					
	1,180	-	23,162	74	24,416
Net Position					
Net investment in capital assets	13,282	176	-	52,337	65,795
Restricted by bond resolutions	-	-	595,010	-	595,010
Restricted by contractual or statutory agreements	152,144	15,845	-	82,783	250,772
Unrestricted or (deficit)	489,699	(17,248)	214,200	(1,051)	685,600
Total net position	\$ 655,125	\$ (1,227)	\$ 809,210	\$ 134,069	\$ 1,597,177

See accompanying notes to the financial statements.

Alaska Corporation for Affordable Housing	Total September 30, 2023
\$ 9,387	\$ 73,486
-	686,440
3,373	5,992
104	12,651
(61)	-
-	100,404
83	20,136
-	11,019
12,886	910,128
-	32,156
-	12,820
(1,423)	-
25,540	3,227,184
4,740	21,299
-	49,236
1	13,447
-	14,102
28,858	3,370,244
41,744	4,280,372
-	51,709
-	100,555
-	84,771
-	28,538
606	104,126
-	58
606	318,048
-	2,293,224
220	2,142
-	20,870
-	35,286
220	2,351,522
826	2,669,570
3,262	27,678
4,740	70,535
-	595,010
32,953	283,725
(37)	685,563
\$ 37,656	\$ 1,634,833

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 September 30, 2023

(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	\$ 954	\$ -	\$ 30,610	\$ 346	\$ 31,910
Investment interest	5,600	-	2,242	269	8,111
Net change in the fair value of investments	1,647	-	557	-	2,204
Net change of hedge termination	-	-	-	-	-
Total investment revenue	7,247	0	2,799	269	10,315
Grant revenue	-	16,574	-	1,109	17,683
Housing rental subsidies	-	-	-	3,287	3,287
Rental revenue	2	-	-	3,088	3,090
Gain on disposal of capital assets	-	5	-	23	28
Other revenue	451	200	6	-	657
Total operating revenues	8,654	16,779	33,415	8,122	66,970
Operating expenses					
Interest	1,431	-	19,496	-	20,927
Mortgage and loan costs	955	-	2,409	35	3,399
Bond financing expenses	115	-	1,239	-	1,354
Provision for loan loss	(2,998)	-	565	(28)	(2,461)
Operations and administration	4,609	3,196	1,109	4,053	12,967
Rental housing operating expenses	-	2	-	3,552	3,554
Grant expense	-	18,920	-	-	18,920
Total operating expenses	4,112	22,118	24,818	7,612	58,660
Operating income (loss)	4,542	(5,339)	8,597	510	8,310
Non-operating expenses and transfers					
Contributions to State of Alaska or State agencies	(1,121)	-	-	-	(1,121)
Interfund receipts (payments) for operations	(17,708)	3,432	13,498	735	(43)
Change in net position	(14,287)	(1,907)	22,095	1,245	7,146
Net position at beginning of year	669,412	680	787,115	132,824	1,590,031
Net position at end of period	\$ 655,125	\$ (1,227)	\$ 809,210	\$ 134,069	\$ 1,597,177

See accompanying notes to the financial statements.

Alaska Corporation for Affordable Housing	Total September 30, 2023
\$ 36	\$ 31,946
1	8,112
-	2,204
-	-
1	10,316
-	17,683
-	3,287
17	3,107
-	28
-	657
54	67,024
-	20,927
-	3,399
-	1,354
607	(1,854)
52	13,019
1	3,555
-	18,920
660	59,320
(606)	7,704
-	(1,121)
43	-
(563)	6,583
38,219	1,628,250
\$ 37,656	\$ 1,634,833

ALASKA HOUSING FINANCE CORPORATION
(A Component Unit of the State of Alaska)
STATEMENT OF CASH FLOWS
COMBINED – ALL MAJOR PROGRAMS
For the Three Months Ended September 30, 2023
(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	\$ 1,674	\$ -	\$ 18,273	\$ 218	\$ 20,165
Principal receipts on mortgages and loans	8,565	-	42,746	1,605	52,916
Disbursements to fund mortgages and loans	(170,342)	-	-	-	(170,342)
Receipts (payments) for interfund loan transfers	105,729	-	(105,729)	-	-
Mortgage and loan proceeds receipts	107,350	-	-	-	107,350
Mortgage and loan proceeds paid to trust funds	(68,416)	-	-	-	(68,416)
Payroll-related disbursements	(6,388)	(1,557)	-	(2,676)	(10,621)
Payments for goods and services	(16,030)	(498)	-	(3,575)	(20,103)
Receipts from externally funded programs	-	6,763	-	4,033	10,796
Receipts from Federal HAP subsidies	-	8,036	-	-	8,036
Payments for Federal HAP subsidies	-	(8,954)	-	-	(8,954)
Interfund receipts (payments)	(12,475)	9,195	-	3,317	37
Grant payments to other agencies	-	(14,677)	-	-	(14,677)
Other operating cash receipts (payments)	6,061	146	(109)	2,685	8,783
Net cash receipts (disbursements)	(44,272)	(1,546)	(44,819)	5,607	(85,030)
Non-capital financing activities					
Proceeds from bond issuance	-	-	50,061	-	50,061
Payment of bond issuance costs	-	-	(659)	-	(659)
Proceeds from short-term debt issuance	84,506	-	-	-	84,506
Payment of short term debt	(129,642)	-	-	-	(129,642)
Contributions to State of Alaska or State agencies	(1,121)	-	-	-	(1,121)
Transfers from (to) other funds	502	-	(502)	-	-
Net cash receipts (disbursements)	(45,755)	-	48,900	-	3,145
Capital financing activities					
Acquisition of capital assets	(34)	(19)	-	(557)	(610)
Proceeds from the disposal of capital assets	5	5	-	23	33
Payment of bond issuance costs	-	-	-	-	-
Net cash receipts (disbursements)	(29)	(14)	-	(534)	(577)
Investing activities					
Purchase of investments	(1,158,891)	-	(141,025)	(1,896)	(1,301,812)
Proceeds from maturity of investments	1,235,263	-	134,951	-	1,370,214
Interest received from investments	5,244	-	1,884	249	7,377
Net cash receipts (disbursements)	81,616	-	(4,190)	(1,647)	75,779
Net Increase (decrease) in cash	(8,440)	(1,560)	(109)	3,426	(6,683)
Cash at beginning of year	27,707	12,060	166	30,849	70,782
Cash at end of period	\$ 19,267	\$ 10,500	\$ 57	\$ 34,275	\$ 64,099

Alaska Corporation for Affordable Housing		Total September 30, 2023
\$	-	\$ 20,165
	-	52,916
	-	(170,342)
	-	-
	-	107,350
	-	(68,416)
	(35)	(10,656)
	(17)	(20,120)
	-	10,796
	-	8,036
	-	(8,954)
	(37)	-
	-	(14,677)
	52	8,835
	(37)	(85,067)
	-	50,061
	-	(659)
	-	84,506
	-	(129,642)
	-	(1,121)
	-	-
	-	3,145
	-	(610)
	-	33
	-	-
	-	(577)
	-	(1,301,812)
	-	1,370,214
	1	7,378
	1	75,780
	(36)	(6,719)
	9,423	80,205
\$	9,387	\$ 73,486

ALASKA HOUSING FINANCE CORPORATION
(A Component Unit of the State of Alaska)
STATEMENT OF CASH FLOWS
COMBINED – ALL MAJOR PROGRAMS
For the Three Months Ended September 30, 2023
(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)	\$ 4,542	\$ (5,339)	\$ 8,597	\$ 510	\$ 8,310
<i>Adjustments:</i>					
Depreciation expense	236	12	-	1,368	1,616
Provision for loan loss	(2,998)	-	565	(28)	(2,461)
Net change in the fair value of investments	(1,647)	-	(557)	-	(2,204)
Interfund receipts (payments) for operations	(17,708)	3,432	13,498	735	(43)
Interest received from investments	(5,244)	-	(1,884)	(249)	(7,377)
Interest paid on bonds and capital notes	-	-	-	-	-
<i>Change in assets, liabilities and deferred resources:</i>					
Net (increase) decrease in mortgages and loans	(44,968)	-	(56,814)	2,829	(98,953)
Net increase (decrease) in assets, liabilities, and deferred resources	23,515	349	(8,224)	442	16,082
Net operating cash receipts (disbursements)	\$ (44,272)	\$ (1,546)	\$ (44,819)	\$ 5,607	\$ (85,030)
Non-cash activities					
Deferred outflow of resources - derivatives	\$ -	\$ -	\$ 18,143	\$ -	\$ 18,143
Derivative instruments liability	-	-	18,143	-	18,143
Net change of hedge termination	-	-	86	-	86
Deferred outflow debt refunding	-	-	1,701	-	1,701
Total non-cash activities	\$ -	\$ -	\$ 38,073	\$ -	\$ 38,073

See accompanying notes to the financial statements.

Alaska Corporation for Affordable Housing	Total September 30, 2023
\$ (606)	\$ 7,704
-	1,616
607	(1,854)
-	(2,204)
43	-
(1)	(7,378)
-	-
608	(98,345)
(688)	15,394
\$ (37)	\$ (85,067)
\$ -	\$ 18,143
-	18,143
-	86
-	1,701
\$ -	\$ 38,073

NOTE DISCLOSURES INDEX

<u>Footnote Number</u>	<u>Description</u>	<u>Page Number</u>
1	Authorizing Legislation and Funding	8
2	Summary of Significant Accounting Policies	8
3	Cash and Investments	11
4	Interfund Receivable/Payable.....	15
5	Mortgage Loans, Notes and Other Loans	16
6	Insurance Agreements.....	16
7	Leases	16
8	Capital Assets	18
9	Deferred Outflows of Resources	19
10	Bonds Payable.....	19
11	Derivatives	23
12	Other Current Liabilities	26
13	Long Term Liabilities.....	26
14	Short Term Debt	26
15	Deferred Inflows of Resources	26
16	Transfers.....	27
17	Other Credit Arrangements.....	27
18	Yield Restriction and Arbitrage Rebate	28
19	State Authorizations and Commitments	28
20	Housing Grants and Subsidies Expenses	29
21	Pension and Post-Employment Healthcare Plans.....	30
22	Other Commitments and Contingencies.....	36
23	Risk Management.....	37
24	Subscription-based information technology arrangements	37

FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2023

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, nor financially integrated with AHFC. There is no financial accountability for the other affiliates by AHFC. They are not component units of AHFC, thus 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 Funds and Programs 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, owned by AHFC. Also includes 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 the 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 liability, 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 standard requires the recognition of right-of-use assets and lease liabilities, and Lease Receivable 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.

Subscription-Based Information Technology Arrangements

The Corporation adopted GASB Statement No. 96, Subscription-Based Information Technology Arrangements (SBITAs). The implementation of this standard establishes that a SBITA results in a right to use subscription IT asset, an intangible asset, and a corresponding liability. The standard provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA. The Statement requires recognition of certain SBITA assets and liabilities for SBITAs that previously were recognized as outflows of resources based on the payment provisions of the contract.

Derivative Instruments-Interest Rate Swaps

The Corporation's Fiscal Policies allow, with certain restrictions, the Corporation to enter into certain derivative financial instruments called interest rate swap agreements, or swaps. The Corporation enters into these swaps with various counter-parties to achieve a lower overall cost of funds for certain bond issuances. These agreements can be negotiated whereby the Corporation pays the counter-party a fixed interest rate in exchange for a variable interest rate payment from the counter-party, or vice-versa. The swap agreements are negotiated to achieve the financing

objectives of the Corporation. The swaps are stated at fair value. The change in the fair value of the hedgeable derivatives is recorded as deferred inflows of resources or deferred outflows of resources, and the change in the fair value of the investment derivatives is recorded as investment revenue.

Operating Revenues and Expenses

The Corporation was created with the authority to issue bonds to the investing public in order to create a flow of private capital through the Corporation into mortgage loans to qualified housing sponsors and to certain individuals. The Corporation's primary purpose is to borrow funds in the bond market and to use those funds to make single-family and multi-family mortgages and loans. Its primary operating revenue is derived from the interest income and fees from those mortgages and loans and on the invested proceeds from the bond issues. 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):

	September 30, 2023
Restricted cash	\$ 62,924
Unrestricted cash	10,562
Carrying amount	73,486
Bank balance	\$ 72,750

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 (In Years)				September 30, 2023
	Less Than 1 Year	1-5 Years	6-10 Years	More Than 10 Years	
Securities of U.S. Government agencies and corporations	\$ 41,467	\$ 9,917	\$ -	\$ -	\$ 51,384
Commercial paper & medium-term notes	430,239	-	-	-	430,239
Corporate Certificates of Deposit	17,004	-	-	-	17,004
Guaranteed Investment Contracts	-	10,000	12,239	-	22,239
Money market funds	196,177	-	-	-	196,177
Total not including GeFONSI	\$ 684,887	\$ 19,917	\$ 12,239	\$ -	\$ 717,043
GeFONSI pool					1,553
Total AHFC Investment Portfolio					\$ 718,596

Restricted Investments

A large portion of the Corporation's investments, \$186,697,000, is restricted by bond resolutions, contractual agreements, and statutory agreements, and the remainder, \$531,899,000, 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 included in the table below takes into account 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	September 30, 2023
Ending unrealized holding gain	\$ 7,838
Beginning unrealized holding gain	5,644
Net change in unrealized holding gain	2,194
Net realized gain (loss)	10
Net increase (decrease) in fair value	\$ 2,204

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 the projected need for use of such funds.

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 "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 September 30, 2023, 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	AA+	Aaa	\$ 11,011
& corporations, Commercial paper,	AA+	Aa3	12,239
Medium-term notes, Guaranteed	AA-	Aa2	10,000
investment contracts, Certificates of	AA-	Aa3	1,000
deposit & U.S. Treasury bills (“T-Bill”):	A+	A1	500
	A-1+	P-1	177,990
	A	A2	464
	A-1	P-1	173,979
	A-1	P-2	14,975
	A-1	NA	10,690
	A-2	P-1	67,712
	NR	P-1	25,422
	NA	P-2	14,884
Money market funds:	AAAm	Aaa-mf	196,177
			<u>\$ 717,043</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 September 30, 2023, 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	\$ 89,007	12.39%	MMF
Invesco Ltd.	65,112	9.06%	MMF
Groupe BPCE	59,398	8.27%	CP
JP Morgan	42,059	5.85%	MMF
United States Treasury	38,373	5.34%	T-Bill
Met Life	37,551	5.23%	CP
	<u>\$ 331,500</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 \$72,750,000 bank balance as of September 30, 2023, cash deposits in the amount of \$35,972,000 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 September 30, 2023, in thousands:

Issuer	Investment Fair Value	Modified Duration
Securities of U.S. Government agencies and corporations:		
Federal agency pass through securities	\$ 51,384	0.471
Certificate of Deposit	17,004	0.269
Commercial paper & medium-term notes:		
Commercial paper discounts	428,275	0.274
Medium-term notes	1,964	0.411
Guaranteed Investment Contracts	22,239	5.748
Money market funds	196,177	0.000
Portfolio modified duration	<u>\$ 717,043</u>	0.383

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 \$1,553,000 as of September 30, 2023.

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 September 30, 2023, is shown below (in thousands):

		Due From					Total
		Administrative Fund	Grant Programs	Mortgage or Bond Programs	Other Funds or Programs	Alaska Corporation for Affordable Housing	
Due To	Administrative Fund	\$ -	\$ 16,132	\$ -	\$ 4,879	\$ 61	\$ 21,072
	Grant Programs	68,243	-	-	-	1,423	69,666
	Mortgage or Bond Programs	59,214	-	-	-	-	59,214
	Other Funds or Programs	1,909	-	-	-	-	1,909
	Total	<u>\$ 129,366</u>	<u>\$ 16,132</u>	<u>\$ -</u>	<u>\$ 4,879</u>	<u>\$ 1,484</u>	<u>\$ 151,861</u>

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):

	September 30, 2023
Mortgage loans	\$ 2,905,278
Multifamily loans	389,021
Other notes receivable	72,262
	<u>3,366,561</u>
Less:	
Allowance for losses	<u>(38,973)</u>
Net Mortgages, Notes & Other	<u>\$ 3,327,588</u>

Of the \$3,366,561,000 mortgage loans, notes, and other loans, \$100,404,000 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 \$27,291,000. Included in the allowance for losses is \$1,751,000 for ACAH's notes receivable bringing ACAH's net notes receivable to \$25,540,000.

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

	September 30, 2023
Loans Delinquent 30 days or more	\$ 113,753
Foreclosures during reporting period	1,166
Loans in foreclosure process	11,952
<u>Mortgage-related commitments:</u>	
To purchase mortgage loans	\$ 144,130

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

GASB 87

The implementation of this standard establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. The Statement requires recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract.

Lease Liability

As of September 30, 2023, Current Lease Liability of \$101,000 and Long term Lease Liability of \$1,314,000, total of \$1,415,000 Lease Liability, and Right-of-Use Asset of \$1,657,000, were recognized by the Corporation. 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 five 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. As of September 30, 2023, the Corporation recognized a total amount of lease assets of \$1,657,000 and its related accumulated amortization of \$261,000.

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

Date	Interest Due	Principal Due
6/30/2024	\$ 117	\$ 107
6/30/2025	85	78
6/30/2026	65	64
6/30/2027	59	67
6/30/2028	56	69
2029 and thereafter	\$ 386	\$ 1,030

Lease Receivable

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 an additional 10 year period, which terminates this lease in March 2029. As of September 30, 2023, the Corporation recognized a Lease Receivable from this lease of \$83,000 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 September 30, 2023, ACAH recognized a Lease Receivable of \$3,373,000 measured at the present value of future lease receivable expected to be received during the lease term discounted at the 5% incremental borrowing rate.

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 September 30, 2023, the Corporation recognized valuation of Lease Receivable of \$15,356,000 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 five years and thereafter (in thousands):

Future Minimum Payments Due	
Twelve Months Ending September 30	Parking Garage
2024	\$ 3,304
2025	3,304
2026	3,304
2027	3,304
Thereafter	3,301
Gross payments due	16,517
Less: Unearned revenue	(1,161)
Net Lease Receivable	\$ 15,356

8 CAPITAL ASSETS

Capital assets activity for the three months ended September 30, 2023, and a summary of balances is shown below (in thousands):

Issuer	June 30, 2023	Additions	Reductions	September 30, 2023
Non-Depreciable Capital Assets:				
Land	\$ 20,742	\$ -	\$ -	\$ 20,742
Construction in progress	-	557	-	557
Total Non-Depreciable	20,742	557	-	21,299
Depreciable Capital Assets:				
Buildings	245,488	-	-	245,488
Computers & Equipment	3,699	53	-	3,752
Vehicles	3,333	-	(19)	3,314
Less: Accumulated depreciation				
Buildings	(195,991)	(1,492)	-	(197,483)
Computers & Equipment	(3,346)	(45)	-	(3,391)
Vehicles	(2,383)	(80)	19	(2,444)
Total Depreciable, Net	50,800	(1,564)	-	49,236
Total Capital Assets, Net	\$ 71,542	\$ (1,007)	\$ -	\$ 70,535

The above capital assets include \$4,740,000 of land and land improvements that belong to ACAH.

Depreciation expense charged by the Corporation was \$1,617,000 for the three months ended September 30, 2023.

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 \$15,230,000 as of September 30, 2023.

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 at September 30, 2023, were interest rate swap derivatives of \$20,870,000, deferred debt refunding expense of \$23,402,000, pension deferred outflows of \$3,511,000, and other post-employment benefits deferred outflows of \$3,926,000, for a total of \$51,709,000.

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 September 30, 2023, are shown on the next three pages (in thousands):

	Original Amount	September 30, 2023
Housing Bonds:		
Home Mortgage Revenue Bonds, Tax-Exempt:		
• 2002 Series A; Floating Rate*; 4.60% at September 30, 2023, due 2032-2036	\$ 170,000	\$ 26,260
Unamortized swap termination penalty		(940)
• 2007 Series A; Floating Rate*; 3.85% at September 30, 2023, due 2023-2041	75,000	63,360
• 2007 Series B; Floating Rate*; 3.95% at September 30, 2023, due 2023-2041	75,000	63,360
• 2007 Series D; Floating Rate*; 3.85% at September 30, 2023, due 2023-2041	89,370	75,480
• 2009 Series A; Floating Rate*; 3.85% at September 30, 2023, due 2023-2040	80,880	72,500
• 2009 Series B; Floating Rate*; 3.85% at September 30, 2023, due 2023-2040	80,880	72,500
• 2009 Series D; Floating Rate*; 3.85% at September 30, 2023, due 2023-2040	80,870	72,495
Total Home Mortgage Revenue Bonds	652,000	445,015
Collateralized Bonds (Veterans Mortgage Program), Tax-Exempt:		
• 2016 First and Second Series; 1.50% to 2.90%, due 2023-2037	50,000	26,035
• 2019 First and Second Series; 1.95% to 4.00%, due 2023-2048	60,000	15,310
Unamortized premium		442
• 2023 First Series; 3.15% to 4.65%, due 2027-2052	49,900	49,900
Total Collateralized Bonds (Veterans Mortgage Program)	159,900	91,687

	Original Amount	September 30, 2023
General Mortgage Revenue Bonds II, Tax-Exempt:		
• 2016 Series A; 1.75%-3.50%, due 2023-2046	100,000	40,500
Unamortized premium		178
• 2018 Series A; 2.40%-4.00%, due 2023-2048	109,260	28,995
Unamortized premium		897
• 2018 Series B; 5.00%, due 2031	58,520	28,465
Unamortized premium		2,997
• 2019 Series A; 1.45%-3.75%, due 2023-2044	136,700	88,185
Unamortized premium		1,029
• 2019 Series B; 5.00%, due 2030-2033	24,985	19,985
Unamortized premium		3,381
• 2020 Series A; 0.55%-3.25%, due 2023-2044	135,170	109,975
Unamortized premium		2,949
• 2020 Series B; 2.00%-5.00%, due 2030-2035	74,675	74,675
Unamortized premium		9,984
• 2022 Series A; 0.35%-3.00%, due 2023-2051	39,065	36,380
Unamortized premium		1,010
• 2022 Series B; 1.65%-5.00%, due 2030-2036	83,730	83,730
Unamortized premium		13,450
• 2022 Series C; 2.55%-5.75%, due 2023-2052	87,965	87,650
Unamortized premium		2,462
Total General Mortgage Revenue Bonds II, Tax-Exempt	850,070	636,877
Governmental Purpose Bonds, Tax-Exempt:		
• 2001 Series A; Floating Rate*; 3.85% at September 30, 2023, due 2023-2030	76,580	28,640
Unamortized swap termination penalty		(1,730)
• 2001 Series B; Floating Rate*; 3.85% at September 30, 2023, due 2023-2030	93,590	34,995
Total Governmental Purpose Bonds	170,170	61,905
Total Housing Bonds	1,832,140	1,235,485

	Original Amount	September 30, 2023
Non-Housing Bonds:		
State Capital Project Bonds II, Tax-Exempt:		
• 2014 Series A; 4.00% to 5.00%, due 2023-2033	95,115	3,105
Unamortized premium		8
• 2014 Series B; 5.00%, due 2023-2029	29,285	2,140
Unamortized premium		18
• 2014 Series D; 5.00%, due 2023-2029	78,105	11,435
Unamortized premium		168
• 2015 Series A; 4.00% to 5.00%, due 2023-2030	111,535	16,635
Unamortized premium		397
• 2015 Series B; 3.38% to 5.00%, due 2023-2036	93,365	38,460
Unamortized discount		(98)
Unamortized premium		201
• 2015 Series C; 5.00%, due 2024-2035	55,620	8,395
Unamortized premium		226
• 2017 Series A; 4.00% to 5.00%, due 2023-2032	143,955	113,220
Unamortized premium		7,979
• 2017 Series C; 5.00%, due 2024-2032	43,855	43,855
Unamortized premium		3,057
• 2018 Series B; 3.13% to 5.00%, due 2023-2038	35,570	30,220
Unamortized discount		(51)
Unamortized premium		2,249
• 2019 Series B; 4.00% to 5.00%, due 2023-2039	60,000	53,140
Unamortized premium		6,387
• 2021 Series A; 3.00% to 5.00%, due 2023-2030	90,420	90,420
Unamortized premium		12,791
• 2022 Series B; 4.00% to 5.00%, due 2023-2037	97,700	92,695
Unamortized discount		(36)
Unamortized premium		7,299
Total State Capital Project Bonds II, Tax-Exempt	934,525	544,315
State Capital Project Bonds II, Taxable:		
• 2017 Series B; Floating Rate*; 5.39% at September 30, 2023, due 2047	150,000	90,000
• 2018 Series A; Floating Rate*; 5.38% at September 30, 2023, due 2031-2043	90,000	90,000
• 2019 Series A; Floating Rate*; 5.35% at September 30, 2023, due 2033-2044	140,000	140,000
• 2020 Series A; 0.85% to 2.18%, due 2023-2033	96,665	93,980
• 2022 Series A; Floating Rate*; 5.37% at September 30, 2023, due 2037-2052	200,000	200,000
Total State Capital Project Bonds II, Taxable	676,665	613,980
Total Non-Housing Bonds	1,611,190	1,158,295
Total Bonds Payable	\$ 3,443,330	\$ 2,393,779

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	\$ 1,676,092	\$ 138,096	\$ -	\$ 1,814,188
Non-Housing	-	-	15,356	15,356
Total	\$ 1,676,092	\$ 138,096	\$ 15,356	\$ 1,829,544

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 three months ended September 30, 2023, the Corporation did not make any special redemptions.

Bond Defeasances

There were no new bond defeasances for the first three months of FY24. A summary of all defeased debt from prior two fiscal years, as of September 30, 2023, follows (in thousands):

	Month Defeased	September 30, 2023
State Capital Project Bonds II, 2014 Series A	October 2020	\$ 35,200
State Capital Project Bonds II, 2014 Series A	June 2021	18,250
State Capital Project Bonds II, 2014 Series B	June 2021	13,860
State Capital Project Bonds II, 2014 Series D	June 2021	39,980
State Capital Project Bonds II, 2015 Series A	June 2021	23,200
State Capital Project Bonds II, 2015 Series B	June 2021	21,495
State Capital Project Bonds II, 2015 Series C	June 2021	31,045
State Capital Project Bonds II, 2015 Series A	December 2021	31,580
State Capital Project Bonds II, 2015 Series B	December 2021	8,450
		<u>\$ 223,060</u>

Debt Service Requirements**

For all bonds in the preceding schedules, excluding any defeased bonds, the Corporation's annual debt service requirements through 2028, and in five year increments thereafter to maturity, are shown below (in thousands):

Twelve Months Ending September 30	Housing Bond Debt Service		Non-Housing Bond Debt Service		Total Debt Service		
	Principal	Interest*	Principal	Interest*	Principal	Interest*	Total
2024	\$ 41,415	\$ 41,871	\$ 59,140	\$ 49,840	\$ 100,555	\$ 91,711	\$ 192,266
2025	42,950	41,016	58,345	47,103	101,295	88,119	189,414
2026	46,005	39,784	45,425	44,594	91,430	84,378	175,808
2027	47,615	38,431	48,075	42,497	95,690	80,928	176,618
2028	45,980	37,001	46,565	40,240	92,545	77,241	169,786
29-33	396,060	153,520	276,315	176,550	672,375	330,070	1,002,445
34-38	293,615	81,771	161,785	135,438	455,400	217,209	672,609
39-43	181,525	38,848	178,730	93,189	360,255	132,037	492,292
44-48	63,215	17,707	186,285	49,361	249,500	67,068	316,568
49-53	40,995	4,825	57,035	7,041	98,030	11,866	109,896
	<u>\$ 1,199,375</u>	<u>\$ 494,774</u>	<u>\$ 1,117,700</u>	<u>\$ 685,853</u>	<u>\$ 2,317,075</u>	<u>\$ 1,180,627</u>	<u>\$ 3,497,702</u>

* 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 September 30, 2023.

** 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 (including sinking fund payments); a failure to pay interest when due; and a continued failure to comply with, or default in the performance or observance of, any of the 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 September 30, 2023, follows (in thousands):

	Maximum Issue Amount	Balance as of September 30, 2023	Remaining Authority as of September 30, 2023
Revenue Bonds, 2024 (Spenard East Phase II)	\$ 10,000	\$ 539	\$ 9,461
Revenue Bonds, 2023 (Brewsters MT View 21)	5,500	88	5,412
Revenue Bonds, 2023 (ACAH Fairbanks Project)	13,000	5,541	7,459
Revenue Bonds, 2021 (Little Dipper Project)	4,372	4,372	-
Revenue Bonds, 2020 (Old Mat Phase 1 Project)	3,800	1,349	2,451
Total	<u>\$ 36,672</u>	<u>\$ 11,889</u>	<u>\$ 24,783</u>

11 DERIVATIVES

The Corporation entered into derivatives to reduce the overall cost of borrowing long-term 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 September 30, 2023, 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 September 30, 2023, 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 September 30, 2023, 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
			September 30, 2023	June 30, 2023	
GP01B	\$ 34,995	\$ 36,312	\$ (1,317)	\$ (1,782)	\$ 465
E021A	26,260	25,988	272	(135)	407
E071AB	121,320	126,962	(5,642)	(10,940)	5,298
E071BD	80,880	84,702	(3,822)	(7,279)	3,457
E091A	65,249	68,248	(2,999)	(5,679)	2,680
E091B	65,249	68,318	(3,069)	(5,679)	2,610
E091ABD	86,997	91,018	(4,021)	(7,519)	3,498
SC19A	140,000	131,048	8,952	4,915	4,037
	\$ 620,950	\$ 632,596	\$ (11,646)	\$ (34,098)	\$ 22,452

As of September 30, 2023, 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 June30	VRDO Principal	VRDO Interest	Swap Net Payments	Total Payments
2024	\$ 21,405	\$ 26,209	\$ (3,744)	\$ 43,870
2025	22,440	25,284	(3,712)	44,012
2026	23,495	24,413	(3,690)	44,218
2027	24,630	23,475	(3,666)	44,439
2028	25,820	22,532	(3,651)	44,701
2029-2033	271,075	69,972	(6,747)	334,300
2034-2038	134,850	33,668	(1,117)	167,401
2039-2043	97,235	6,829	(231)	103,832
	<u>\$ 620,950</u>	<u>\$ 232,382</u>	<u>\$ (26,558)</u>	<u>\$ 826,773</u>

Credit Risk

As of September 30, 2023, the Corporation was exposed to credit risk on its State Capital Project Bonds 2019 Series A and Home Mortgage Revenue Bonds 2002 Series A, to the extent of the swaps' fair values of \$8,952,000 & \$272,000 respectively, due to the values turning positive because of the increase in interest rates. The Corporation was not exposed to a credit risk on the rest of the swaps because these swaps all have negative fair values, or fair values equal to the notional amount. If interest rates rise and the fair value of the swaps becomes positive, the Corporation would be exposed to credit risk in the amount of the swaps' fair value. The swap agreements contain varying collateral agreements with the counterparties, and require full collateralization of the fair value amount of the swap should the counterparty's rating fall to "BBB+/Baa1". The Corporation currently has swap agreements with five separate counterparties. Approximately 34.3% 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 22.5% 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 5.6% 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 SOFR or the SIFMA index decreases, the Corporation's net payment on the swaps increases.

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 September 30, 2023, 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 in response to then-current market conditions.

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 September 30, 2023, are composed of the accounts and balances as follows (in thousands):

Other Current Liabilities	September 30, 2023
Accounts Payable	\$ 1,039
Accrued Payroll	6,711
Lease Liability	101
Other Miscellaneous Liabilities	811
Service Fees Payables	960
Unearned Grant Revenue	94,504
Total	<u>\$ 104,126</u>

13 LONG TERM LIABILITIES

The activity for the three months ended September 30, 2023, is summarized in the following schedule (in thousands):

	June 30, 2023	Additions	Reductions	September 30, 2023	Due Within One Year
Total bonds and notes payable	\$ 2,347,283	\$ 49,900	\$ (3,404)	\$ 2,393,779	\$ 100,555
Net Pension liability	35,286	-	-	35,286	-
Compensated absences	3,071	840	(799)	3,112	2,503
Other liabilities	1,636	87	(88)	1,635	101
Total long-term liabilities	<u>\$ 2,387,276</u>	<u>\$ 50,827</u>	<u>\$ (4,291)</u>	<u>\$ 2,433,812</u>	<u>\$ 103,159</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 three months ended September 30, 2023, was 5.15% and the highest, 5.50%.

Short term debt activity for the three months ended September 30, 2023, is summarized in the following schedule (in thousands):

	June 30, 2023	Additions	Reductions	September 30, 2023
Commercial paper	\$ 129,642	\$ 85,719	\$ (129,642)	\$ 85,719
Unamortized discount	(1,166)	(1,753)	1,971	(948)
Commercial paper, net	<u>\$ 128,476</u>	<u>\$ 83,966</u>	<u>\$ (127,671)</u>	<u>\$ 84,771</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 September 30, 2023, AHFC recognized combined total deferred inflows of \$27,678,000 as follows:

- Other Post-Employment Benefits ("OPEB")-related deferred inflows totaled \$1,180,000, consisting of the sum of a) the difference of actuarial benefit assumptions vs. actual benefit experience (\$203,000), b) the net effect of changes in actuarial assumptions (\$955,000) and c) changes in proportional contribution levels among participating employers (\$22,000).
- Lease-related deferred inflows totaled \$17,275,000, including one or more leases with local charitable organizations (\$74,000) and/or with the Corporation's affordable housing subsidiary, the Alaska Corporation for Affordable Housing (\$3,262,000), and Pacillo Garage (\$13,939,000).
- Derivatives-related deferred inflows totaled \$9,223,000.

16 TRANSFERS

Transfers for the three months ended September 30, 2023, 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	\$ -	\$ -	\$ 106,230	\$ -	\$ -	\$ 106,230
Grant Programs	3,432	-	-	-	-	3,432
Mortgage or Bond Programs	119,728	-	-	-	-	119,728
Other Funds or Programs	735	-	-	-	-	735
Alaska Corporation for Affordable Housing	43	-	-	-	-	43
Total	\$ 123,938	\$ -	\$ 106,230	\$ -	\$ -	\$ 230,168

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. 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. Also in June 2022, the Corporation entered into a \$200 million standby LOC ("S-LOC") to further secure debt issued under the Corporation's State Capital Project Bonds II indenture and its Commercial Paper Notes program.

At September 30, 2023, 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	
2002 Series A Home Mortgage Revenue Bonds	SBPA	A-1+	P-1	\$ 26,260
2007 Series A, B, D Home Mortgage Revenue Bonds	SBPA	A-1+	P-1	202,200
2009 Series A Home Mortgage Revenue Bonds	SBPA	A-1	P-1	72,500
2009 Series B Home Mortgage Revenue Bonds	SBPA	A-1	P-1	72,500
2009 Series D Home Mortgage Revenue Bonds	SBPA	A-1+	P-1	72,495
2001 Series A & B Governmental Purpose Bonds	SBPA	A-1+	P-1	63,635
2022 State Capital Project Bonds II	D-LOC	A-1	P-1	200,000
State Capital Project Bonds II & Commercial Paper	S-LOC	A-1	P-1	200,000
Total				\$ 909,590

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 September 30, 2023, no rebate liability exists and no rebate payments are due to the Internal Revenue Service.

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 September 30, 2023, (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	(503,542)	7,015
State of Alaska Capital Projects	294,915	(261,820)	33,095
AHFC Capital Projects	637,232	(544,913)	92,319
Total	\$ 2,242,218	\$ (2,100,155)	\$ 142,063

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):

	September 30, 2023
Beneficiaries and Special Needs Housing	\$ 150
Competitive Grants for Public Housing	28
Continuum of Care Homeless Assistance	337
COVID-19 American Rescue Plan Act - Homeless Assistance	1,634
COVID-19 American Rescue Plan Act - Homeowner Assistance	904
COVID-19 American Rescue Plan Act	203
Domestic Violence	353
Discharge Incentive grant	16
Emergency Housing Vouchers (EHV)	236
Emergency Shelter Grant (ESG)	904
Energy Efficient Weatherization	248
Foster Youth to Independence	21
HOME Investment Partnership	2,143
Homeless Assistance Program (HAP)	1,352
Housing Choice Vouchers	7,441
Housing Choice Voucher - Mainstream	102
Housing Loan Program	376
Housing Opportunities for Persons with AIDS	191
Housing Trust Fund	474
Low Income Weatherization Assistance	677
Low Income Home Energy Assistance	60
Non-Elderly Disabled (NED)	81
Parolees (TBRA)	60
Section 811 Rental Housing Assistance	110
Section 8 Rehabilitation	138
Senior Citizen Housing Development Grant	7
Supplemental Housing Grant	42
Veterans Affairs Supportive Housing	600
Victims of Human Trafficking	1
Youth (TBRA)	31
Total Housing Grants and Subsidies Expenses	\$ 18,920

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 \$15,205,000, and committed to third parties a sum of \$63,529,000 in grant awards, as of September 30, 2023.

21 PENSION AND POST-EMPLOYMENT HEALTHCARE PLANS

Description of Plans

As of September 30, 2023, 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 three months ended September 30, 2023, totaled \$429,000.

Pension Liability:

The pension liability for the three months ended September 30, 2023, is not available at this time.

For the year ended June 30, 2023, the Corporation reported a liability for its proportionate share of net pension liability of \$35,286,000. This amount reflected State pension support provided to the Corporation of \$9,767,000. The total net pension liability associated with the Corporation was \$45,053,000.

The net pension liability for the June 30, 2022 measurement date, and the total pension liability used to calculate the new pension liability was determined by an actuarial valuation as of June 30, 2021, and rolled forward to June 30, 2022.

Pension Income:

The pension income for the three months ended September 30, 2023, is not available at this time.

For the year ended June 30, 2023, the Corporation recognized pension income of \$1,152,000 and revenue of \$604,000 for support provided by the State.

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

Deferred outflows of resources and deferred inflow of resources related to Pensions for the three months ended September 30, 2023, are not available at this time.

For the year ended June 30, 2023, the Corporation's deferred outflows of resources related to pension expense of \$3,511,000 were due to a change in proportion and difference between employer contributions \$1,009,000 and contributions to the pension plan subsequent to the measurement date of \$2,502,000. 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, 2024. 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
2024	\$ 2,382	\$ -	\$ 2,382
2025	(307)	-	(307)
2026	(738)	-	(738)
2027	2,174	-	2,174
	<u>\$ 3,511</u>	<u>\$ -</u>	<u>\$ 3,511</u>

Pension Employer Contributions:

In 2023, the Corporation was credited with the following contributions to the PERS plan:

	Measurement Period Corporation FY22	Measurement Period Corporation FY21
Employer PERS contributions	\$ 2,918,000	\$ 2,781,000

Pension and OPEB Actuarial Assumptions:

The total pension and OPEB Liability for the fiscal year ending June 30, 2023, was determined by an actuarial valuation as of June 30, 2021, rolled forward to the measurement date of June 30, 2022. 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.

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 ranged 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
Domestic Equity	6.51%
Global Equity (non-U.S.)	5.70%
Aggregate Bonds	0.31%
Opportunistic	0.00%
Real Assets	3.71%
Private Equity	9.61%
Cash Equivalents	(0.50)%

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	\$ 47,502	\$ 35,286	\$ 24,985

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 three months ended September 30, 2023, the Corporation paid additional contributions of \$538,000. All of the contributions were for the defined benefit pension as of September 30, 2023.

The contributions to the pension plan for the three months ended September 30, 2023, by the employees totaled \$336,962 and by the Corporation totaled \$210,000.

The contributions to Other Post-Employment Benefits (OPEB) plan by the Corporation for the three months ended September 30, 2023, totaled \$55,000.

The Corporation contributed \$124,331 to a Health Reimbursement Arrangement for the three months ended September 30, 2023.

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’s contributions to the defined benefit post-employment healthcare plan for the three months ended September 30, 2023, were zero dollars, and for the years ended June 30, 2023 and June 30, 2022, totaled zero dollars and \$569,000 respectively.

OPEB Employer Contribution Rate:

In 2023, the Corporation was credited with the following contributions to the OPEB plan:

	Measurement Period Corporation FY22	Measurement Period Corporation FY21
Employer contributions DB	\$ 585,000	\$ 727,000
Employer contributions DC RM	135,000	143,000
Employer contributions DC ODD	39,000	35,000
Nonemployer contributions (on-behalf)	-	-
Total Contributions	\$ 759,000	\$ 905,000

Changes in Benefit Assumptions Since the Prior Valuation of OPEB:

The actuarial assumptions used in the June 30, 2021 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 are 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 table below 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)
FY22	6.3%	5.4%	7.1%
FY23	6.1%	5.4%	6.8%
FY24	5.9%	5.4%	6.4%
FY25	5.8%	5.4%	6.1%
FY26	5.6%	5.4%	5.7%
FY27-FY40	5.4%	5.4%	5.4%
FY41	5.3%	5.3%	5.3%
FY42	5.2%	5.2%	5.2%
FY43	5.1%	5.1%	5.1%
FY44	5.1%	5.1%	5.1%
FY45	5.0%	5.0%	5.0%
FY46	4.9%	4.9%	4.9%
FY47	4.8%	4.8%	4.8%
FY48	4.7%	4.7%	4.7%
FY49	4.6%	4.6%	4.6%
FY50+	4.5%	4.5%	4.5%

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, 70% 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, 2023, the total net OPEB Asset associated with the Corporation was \$14,102,000 and the total net OPEB Liability associated with the Corporation was zero.

For the year ended June 30, 2023, 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:	2023
Corporation's proportionate share of NOA – DB	\$ 13,530,000
Corporation's proportionate share of NOA – DC RM	277,000
Corporation's proportionate share of NOA – DC ODD	295,000
Total Net OPEB Asset	\$ 14,102,000

The net OPEB asset was measured as of June 30, 2022, and the total OPEB asset used to calculate the new OPEB asset was determined by an actuarial valuation as of June 30, 2021, and rolled forward to June 30, 2022.

Corporation's proportionate share of the net OPEB Asset:	June 30, 2021 Measurement Date Employer Proportion	June 30, 2022 Measurement Date Employer Proportion	Change
DB	0.78626%	0.68783%	(0.09843%)
DC RM	0.76797%	0.79810%	0.03013%
DC ODD	0.64746%	0.67357%	0.02611%

Changes in Benefit Provisions Since Prior Valuation of OPEB:

Starting in 2022, prior authorization will be required for certain specialty medications for all participants, and certain preventive benefits for pre-Medicare participants will now be covered by the plan. There have been no other changes in PERS DCR benefit provisions valued since the prior valuation.

OPEB Expense:

For the year ended June 30, 2023, the Corporation recognized a reduction of OPEB expense of \$3,575,000 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, 2023, 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, 2023	Deferred Outflows of Resources	Deferred Inflows of Resources
Contributions subsequent to the measurement date	\$ 2,708	\$ -
Difference between expected and actual experience	14	(203)
Difference between projected and actual investment earnings	817	-
Changes in assumptions	54	(955)
Changes in proportion and differences between employer contributions	333	(22)
Total Deferred Outflows and Deferred Inflows	\$ 3,926	\$ (1,180)

Deferred outflows of resources related to OPEB resulting from contributions of \$2,708 reported subsequent to the measurement date, will be recognized as a reduction of the net OPEB liability in the year ended June 30, 2024. 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
2024	\$ 2,118
2025	(330)
2026	(674)
2027	1,772
2028	(63)
Thereafter	(77)
	<u>\$ (2,746)</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	0.68763%	\$ (8,038)	\$ (13,530)	\$ (18,134)
DC RM plan	0.79810%	51	(277)	(527)
DC ODD plan	0.67357%	(278)	(295)	(309)

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	0.68763%	\$ (18,676)	\$ (13,530)	\$ (7,384)
DC RM plan	0.79810%	(562)	(277)	106
DC ODD plan	0.67357%	n/a	(295)	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 three months ended September 30, 2023 is not available at this time. For the year ended June 30, 2023, the Corporation recognized \$431,000 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	September 30, 2023
Claims liabilities, beginning balance	\$ 1,809	\$ 3,013
Incurred claims	11,934	1,937
Claims payments	(10,730)	(2,046)
Claims liabilities, ending balance	<u>\$ 3,013</u>	<u>\$ 2,904</u>

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 \$99,995,000 State Capital Project Bonds II, 2023 Series A, on October 17, 2023. 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.

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.

24 SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS

After reviewing the principles outlined in GASB 96, it was determined that the Corporation does not have any subscription that match the criteria described in this statement for the three months ended September 30, 2023. As such, all subscriptions were determined by the Corporation to be immaterial for financial reporting, and all subscriptions were determined to be cancellable at any time by either party. Therefore, no assets or corresponding liabilities have been booked.

REQUIRED SUPPLEMENTARY INFORMATION

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

	2023	2022	2021	2020	2019
The Corporation's proportion of the net pension liability (asset)	0.692310%	0.783070%	0.629770%	0.656900%	0.714740%
The Corporation's proportionate share of the net pension liability (asset)	\$ 35,286	\$ 28,727	\$ 37,164	\$ 35,960	\$ 35,515
State's proportionate share of the net pension liability (asset) associated with the Corporation	9,767	3,891	15,376	14,276	10,284
Total	\$ 45,053	\$ 32,618	\$ 52,540	\$ 50,236	\$ 45,799
The Corporation's covered employee payroll	\$ 8,888	\$ 9,602	\$ 10,681	\$ 11,680	\$ 12,583
The Corporation's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	397.02%	299.18%	347.94%	307.88%	282.24%
Plan fiduciary net position as a percentage of the total pension liability	67.97%	76.46%	61.61%	63.42%	65.19%
	2018	2017	2016	2015	2014
The Corporation's proportion of the net pension liability (asset)	0.689820%	0.852380%	0.780600%	0.608214%	0.598696%
The Corporation's proportionate share of the net pension liability (asset)	\$ 35,660	\$ 47,645	\$ 37,859	\$ 28,368	\$ 31,440
State's proportionate share of the net pension liability (asset) associated with the Corporation	13,285	6,003	10,856	22,644	26,434
Total	\$ 48,945	\$ 53,648	\$ 48,715	\$ 51,012	\$ 57,874
The Corporation's covered employee payroll	\$ 13,817	\$ 15,252	\$ 16,314	\$ 17,189	\$ 17,815
The Corporation's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	258.10%	312.39%	232.06%	165.04%	176.48%
Plan fiduciary net position as a percentage of the total pension liability	63.37%	59.55%	63.96%	62.37%	56.04%

Information in this table is presented based on the Plan measurement date. For June 30, 2023, the plan measurement date is June 30, 2022.

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.

See accompanying independent auditor's report.

REQUIRED SUPPLEMENTARY INFORMATION

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

	2023	2022	2021	2020	2019
Contractually required contributions	\$ 3,448	\$ 2,474	\$ 2,292	\$ 2,561	\$ 2,727
Contributions in relation to the contractually required contributions	3,448	2,474	2,292	2,561	2,727
Contribution deficiency (excess)	-	-	-	-	-
The Corporation's covered employee payroll	7,948	8,888	9,602	10,681	11,680
Contributions as a percentage of covered-employee payroll	43.38%	27.83%	23.87%	23.98%	23.35%
	2018	2017	2016	2015	2014
Contractually required contributions	\$ 2,932	\$ 2,679	\$ 2,475	\$ 2,403	\$ 2,128
Contributions in relation to the contractually required contributions	2,932	2,679	2,475	2,403	2,128
Contribution deficiency (excess)	-	-	-	-	-
The Corporation's covered employee payroll	12,583	13,817	15,252	16,314	17,189
Contributions as a percentage of covered-employee payroll	23.30%	19.39%	16.23%	14.73%	12.38%

This table reports the Corporation's pension contributions to PERS during fiscal year 2023. These contributions are reported as a deferred outflow of resources on the June 30, 2023 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.

See accompanying independent auditor's report.

REQUIRED SUPPLEMENTARY INFORMATION

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

	2023	2022	2021	2020	2019
The Corporation's proportion of the net OPEB liability (asset) for Defined Benefit - Retiree Medical	0.68763%	0.78626%	0.62960%	0.65680%	0.71458%
The Corporation's proportion of the net OPEB liability (asset) for Defined Contribution Pension Plans - Retiree Medical Plan	0.79810%	0.76797%	0.74451%	0.69949%	0.71095%
The Corporation's proportion of the net OPEB liability (asset) for Defined Contribution Pension Plans - Occupational Death & Disability Plan	0.67357%	0.64746%	0.60268%	0.55609%	0.71095%
The Corporation's proportionate share of the net OPEB liability (asset)	\$ (14,102)	\$ (20,661)	\$ (2,963)	\$ 1,007	\$ 7,286
State's proportionate share of the net OPEB liability (asset) associated with the Corporation	(3,868)	(2,642)	(1,183)	388	2,12
Total	<u>\$ (17,970)</u>	<u>\$ (23,303)</u>	<u>\$ (4,146)</u>	<u>\$ 1,395</u>	<u>\$ 9,415</u>
The Corporation's covered employee payroll	\$ 21,649	\$ 21,489	\$ 20,850	\$ 20,890	\$ 20,629
The Corporation's proportionate share of the net OPEB liability (asset) as a percentage of its covered-employee payroll	(65.14%)	(96.15%)	(14.21%)	4.82%	35.32%
Defined Benefit - Retiree Medical Plan fiduciary net position as a percentage of the total OPEB liability	128.51%	135.54%	106.15%	98.13%	88.12%
Defined Contribution - Retiree Medical Plan fiduciary net position as a percentage of the total OPEB liability	120.08%	115.10%	95.23%	83.17%	88.71%
Defined Contribution - Occupational Death & Disability Plan fiduciary net position as a percentage of the total OPEB liability	348.80 %	374.22%	283.80%	297.43%	270.62%

Information in this table is presented based on the Plan measurement date. For June 30, 2023, the plan measurement date is June 30, 2022.

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.

See accompanying independent auditor's report.

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

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

Information in this table is presented based on the Plan measurement date. For June 30, 2023, the plan measurement date is June 30, 2022.

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.

See accompanying independent auditor's report.

REQUIRED SUPPLEMENTARY INFORMATION

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

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

	2018	2017
Contractually required contributions	\$ 1,287	\$ 1,689
Contributions in relation to the contractually required contributions	1,287	1,689
Contribution deficiency (excess)	-	-
The Corporation's covered employee payroll	20,629	21,133
Contributions as a percentage of covered-employee payroll	6.24%	7.99%

This table reports the Corporation's OPEB contributions to SOA during fiscal year 2023. These contributions are reported as a deferred outflow of resources on the June 30, 2023 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.

See accompanying independent auditor's report.

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF NET POSITION

COMBINED - ALL FUNDS

As of September 30, 2023

(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	\$ 19,267	\$ -	\$ -	\$ -	\$ -
Investments	521,982	49,325	32,374	11,374	22,525
Lease receivable	-	-	-	-	-
Accrued interest receivable	2,415	1,973	2,151	424	407
Inter-fund due (to)/from	(108,294)	14,338	14,714	2,238	3,149
Mortgage loans, notes and other loans	10,373	19,697	21,664	3,698	4,720
Other assets	3,000	-	-	-	-
Intergovernmental receivable, net	90	-	-	-	-
Total current	448,833	85,333	70,903	17,734	30,801
Non current					
Investments	9,917	10,000	12,239	-	-
Lease receivable	-	-	-	-	-
Inter-fund due (to)/from	-	-	-	-	-
Mortgage loans, notes and other loans	290,734	636,893	700,470	119,584	152,605
Capital assets - non-depreciable	2,482	-	-	-	-
Capital assets - depreciable, net	10,800	-	-	-	-
Other assets	2,977	272	-	-	911
OPEB asset	14,102	-	-	-	-
Total non current	331,012	647,165	712,709	119,584	153,516
Total assets	779,845	732,498	783,612	137,318	184,317
Deferred Outflow Of Resources	7,437	24,845	-	-	1,318
Liabilities					
Current					
Bonds payable	-	14,865	16,230	2,885	7,435
Short term debt	84,771	-	-	-	-
Accrued interest payable	-	3,662	6,740	754	616
Other liabilities	9,272	205	214	36	45
Intergovernmental payable	-	-	-	-	-
Total current	94,043	18,732	23,184	3,675	8,096
Non current					
Bonds payable	-	430,150	620,647	88,802	54,470
Other liabilities	1,648	-	-	-	-
Derivative instrument - interest rate swaps	-	19,553	-	-	1,317
Pension liability	35,286	-	-	-	-
Total non current	36,934	449,703	620,647	88,802	55,787
Total liabilities	130,977	468,435	643,831	92,477	63,883
Deferred Inflow Of Resources	1,180	272	-	-	-
Net Position					
Net investment in capital assets	13,282	-	-	-	-
Restricted by bond resolutions	-	288,636	139,781	44,841	121,752
Restricted by contractual or statutory agreements	152,144	-	-	-	-
Unrestricted or (deficit)	489,699	-	-	-	-
Total net position	\$ 655,125	\$ 288,636	\$ 139,781	\$ 44,841	\$ 121,752

Combined State Capital Project Bonds	Combined Other Programs	Total September 30, 2023
\$ 57	\$ 54,162	\$ 73,486
42,059	6,801	686,440
2,536	3,456	5,992
5,057	224	12,651
24,775	49,080	-
38,947	1,305	100,404
-	17,136	20,136
-	10,929	11,019
113,431	143,093	910,128
-	-	32,156
12,820	-	12,820
-	-	-
1,259,281	67,617	3,227,184
-	18,817	21,299
-	38,436	49,236
8,952	335	13,447
-	-	14,102
1,281,053	125,205	3,370,244
1,394,484	268,298	4,280,372
18,109	-	51,709
59,140	-	100,555
-	-	84,771
16,766	-	28,538
385	93,969	104,126
57	1	58
76,348	93,970	318,048
1,099,155	-	2,293,224
-	494	2,142
-	-	20,870
-	-	35,286
1,099,155	494	2,351,522
1,175,503	94,464	2,669,570
22,890	3,336	27,678
-	57,253	70,535
-	-	595,010
-	131,581	283,725
214,200	(18,336)	685,563
\$ 214,200	\$ 170,498	\$ 1,634,833

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF NET POSITION

ADMINISTRATIVE FUND

As of September 30, 2023

(in thousands of dollars)

Schedule 2

	Administrative Fund
Assets	
Current	
Cash	\$ 19,267
Investments	521,982
Lease receivable	-
Accrued interest receivable	2,415
Inter-fund due (to)/from	(108,294)
Mortgage loans, notes and other loans	10,373
Other assets	3,000
Intergovernmental receivable, net	90
Total current	448,833
Non current	
Investments	9,917
Lease receivable	-
Inter-fund due (to)/from	-
Mortgage loans, notes and other loans	290,734
Capital assets - non-depreciable	2,482
Capital assets - depreciable, net	10,800
Other assets	2,977
OPEB asset	14,102
Total non current	331,012
Total assets	779,845
Deferred Outflow Of Resources	7,437
Liabilities	
Current	
Bonds payable	-
Short term debt	84,771
Accrued interest payable	-
Other liabilities	9,272
Intergovernmental payable	-
Total current	94,043
Non current	
Bonds payable	-
Other liabilities	1,648
Derivative instrument - interest rate swaps	-
Pension liability	35,286
Total non current	36,934
Total liabilities	130,977
Deferred Inflow Of Resources	1,180
Net Position	
Net investment in capital assets	13,282
Restricted by bond resolutions	-
Restricted by contractual or statutory agreements	152,144
Unrestricted or (deficit)	489,699
Total net position	\$ 655,125

See accompanying notes to the financial statements.

(This page intentionally left blank.)

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF NET POSITION

HOME MORTGAGE REVENUE BONDS

As of September 30, 2023

(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	4,717	4,248	3,785	5,581	6,892
Lease receivable	-	-	-	-	-
Accrued interest receivable	180	211	176	275	276
Inter-fund due (to)/from	1,963	1,036	2,337	1,160	2,588
Mortgage loans, notes and other loans	1,784	2,012	1,872	2,706	3,154
Other assets	-	-	-	-	-
Intergovernmental receivable, net	-	-	-	-	-
Total current	8,644	7,507	8,170	9,722	12,910
Non current					
Investments	-	-	-	-	-
Lease receivable	-	-	-	-	-
Inter-fund due (to)/from	-	-	-	-	-
Mortgage loans, notes and other loans	57,670	65,045	60,530	87,510	101,982
Capital assets - non-depreciable	-	-	-	-	-
Capital assets - depreciable, net	-	-	-	-	-
Other assets	272	-	-	-	-
OPEB asset	-	-	-	-	-
Total non current	57,942	65,045	60,530	87,510	101,982
Total assets	66,586	72,552	68,700	97,232	114,892
Deferred Outflow Of Resources	-	3,864	3,868	4,691	4,122
Liabilities					
Current					
Bonds payable	-	2,145	2,145	2,555	2,670
Short term debt	-	-	-	-	-
Accrued interest payable	225	517	514	620	595
Other liabilities	19	23	19	29	30
Intergovernmental payable	-	-	-	-	-
Total current	244	2,685	2,678	3,204	3,295
Non current					
Bonds payable	25,320	61,215	61,215	72,925	69,830
Other liabilities	-	-	-	-	-
Derivative instrument - interest rate swaps	-	2,946	2,950	3,567	3,335
Pension liability	-	-	-	-	-
Total non current	25,320	64,161	64,165	76,492	73,165
Total liabilities	25,564	66,846	66,843	79,696	76,460
Deferred Inflow Of Resources	272	-	-	-	-
Net Position					
Net investment in capital assets	-	-	-	-	-
Restricted by bond resolutions	40,750	9,570	5,725	22,227	42,554
Restricted by contractual or statutory agreements	-	-	-	-	-
Unrestricted or (deficit)	-	-	-	-	-
Total net position	\$ 40,750	\$ 9,570	\$ 5,725	\$ 22,227	\$ 42,554

See accompanying notes to the financial statements.

Home Mortgage Revenue Bonds 2009 B	Home Mortgage Revenue Bonds 2009 D	Total September 30, 2023
\$ -	\$ -	\$ -
6,825	17,277	49,325
-	-	-
358	497	1,973
1,750	3,504	14,338
3,530	4,639	19,697
-	-	-
-	-	-
12,463	25,917	85,333
-	10,000	10,000
-	-	-
-	-	-
114,150	150,006	636,893
-	-	-
-	-	-
-	-	272
-	-	-
114,150	160,006	647,165
126,613	185,923	732,498
4,192	4,108	24,845
2,670	2,680	14,865
-	-	-
595	596	3,662
37	48	205
-	-	-
3,302	3,324	18,732
69,830	69,815	430,150
-	-	-
3,405	3,350	19,553
-	-	-
73,235	73,165	449,703
76,537	76,489	468,435
-	-	272
-	-	-
54,268	113,542	288,636
-	-	-
-	-	-
\$ 54,268	\$ 113,542	\$ 288,636

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF NET POSITION

GENERAL MORTGAGE REVENUE BONDS

As of September 30, 2023

(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	2,045	3,708	4,833	14,794	5,399
Lease receivable	-	-	-	-	-
Accrued interest receivable	141	187	336	638	503
Inter-fund due (to)/from	1,413	1,700	3,432	3,716	3,459
Mortgage loans, notes and other loans	1,718	1,899	3,577	6,565	5,274
Other assets	-	-	-	-	-
Intergovernmental receivable, net	-	-	-	-	-
Total current	5,317	7,494	12,178	25,713	14,635
Non current					
Investments	-	-	-	12,239	-
Lease receivable	-	-	-	-	-
Inter-fund due (to)/from	-	-	-	-	-
Mortgage loans, notes and other loans	55,545	61,410	115,670	212,254	170,516
Capital assets - non-depreciable	-	-	-	-	-
Capital assets - depreciable, net	-	-	-	-	-
Other assets	-	-	-	-	-
OPEB asset	-	-	-	-	-
Total non current	55,545	61,410	115,670	224,493	170,516
Total assets	60,862	68,904	127,848	250,206	185,151
Deferred Outflow Of Resources	-	-	-	-	-
Liabilities					
Current					
Bonds payable	4,470	1,980	3,750	3,960	840
Short term debt	-	-	-	-	-
Accrued interest payable	345	819	1,062	1,722	1,404
Other liabilities	15	18	35	60	56
Intergovernmental payable	-	-	-	-	-
Total current	4,830	2,817	4,847	5,742	2,300
Non current					
Bonds payable	36,208	59,374	108,830	193,623	133,729
Other liabilities	-	-	-	-	-
Derivative instrument - interest rate swaps	-	-	-	-	-
Pension liability	-	-	-	-	-
Total non current	36,208	59,374	108,830	193,623	133,729
Total liabilities	41,038	62,191	113,677	199,365	136,029
Deferred Inflow Of Resources	-	-	-	-	-
Net Position					
Net investment in capital assets	-	-	-	-	-
Restricted by bond resolutions	19,824	6,713	14,171	50,841	49,122
Restricted by contractual or statutory agreements	-	-	-	-	-
Unrestricted or (deficit)	-	-	-	-	-
Total net position	\$ 19,824	\$ 6,713	\$ 14,171	\$ 50,841	\$ 49,122

See accompanying notes to the financial statements.

General Mortgage Revenue Bonds II 2022 C		Total September 30, 2023	
\$	-	\$	-
	1,595		32,374
	-		-
	346		2,151
	994		14,714
	2,631		21,664
	-		-
	-		-
	5,566		70,903
	-		12,239
	-		-
	-		-
	85,075		700,470
	-		-
	-		-
	-		-
	-		-
	85,075		712,709
	90,641		783,612
	-		-
	1,230		16,230
	-		-
	1,388		6,740
	30		214
	-		-
	2,648		23,184
	88,883		620,647
	-		-
	-		-
	-		-
	88,883		620,647
	91,531		643,831
	-		-
	-		-
	(890)		139,781
	-		-
	-		-
\$	(890)	\$	139,781

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF NET POSITION

COLLATERALIZED VETERANS MORTGAGE BONDS

As of September 30, 2023

(in thousands of dollars)

Schedule 5

	Collateralized Bonds, 2016 1st & 2nd Series	Collateralized Bonds, 2019 1st & 2nd Series	Collateralized Bonds, 2023 1st Series	Total September 30, 2023
Assets				
Current				
Cash	\$ -	\$ -	\$ -	\$ -
Investments	2,769	4,002	4,603	11,374
Lease receivable	-	-	-	-
Accrued interest receivable	75	143	206	424
Inter-fund due (to)/from	355	1,044	839	2,238
Mortgage loans, notes and other loans	863	1,498	1,337	3,698
Other assets	-	-	-	-
Intergovernmental receivable, net	-	-	-	-
Total current	4,062	6,687	6,985	17,734
Non current				
Investments	-	-	-	-
Lease receivable	-	-	-	-
Inter-fund due (to)/from	-	-	-	-
Mortgage loans, notes and other loans	27,906	48,435	43,243	119,584
Capital assets - non-depreciable	-	-	-	-
Capital assets - depreciable, net	-	-	-	-
Other assets	-	-	-	-
OPEB asset	-	-	-	-
Total non current	27,906	48,435	43,243	119,584
Total assets	31,968	55,122	50,228	137,318
Deferred Outflow Of Resources	-	-	-	-
Liabilities				
Current				
Bonds payable	2,045	840	-	2,885
Short term debt	-	-	-	-
Accrued interest payable	210	163	381	754
Other liabilities	7	14	15	36
Intergovernmental payable	-	-	-	-
Total current	2,262	1,017	396	3,675
Non current				
Bonds payable	23,990	14,912	49,900	88,802
Other liabilities	-	-	-	-
Derivative instrument - interest rate swaps	-	-	-	-
Pension liability	-	-	-	-
Total non current	23,990	14,912	49,900	88,802
Total liabilities	26,252	15,929	50,296	92,477
Deferred Inflow Of Resources	-	-	-	-
Net Position				
Net investment in capital assets	-	-	-	-
Restricted by bond resolutions	5,716	39,193	(68)	44,841
Restricted by contractual or statutory agreements	-	-	-	-
Unrestricted or (deficit)	-	-	-	-
Total net position	\$ 5,716	\$ 39,193	\$ (68)	\$ 44,841

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 September 30, 2023

(in thousands of dollars)

Schedule 6

	Governmental Purpose Bonds 2001 A & B
Assets	
Current	
Cash	\$ -
Investments	22,525
Lease receivable	-
Accrued interest receivable	407
Inter-fund due (to)/from	3,149
Mortgage loans, notes and other loans	4,720
Other assets	-
Intergovernmental receivable, net	-
Total current	30,801
Non current	
Investments	-
Lease receivable	-
Inter-fund due (to)/from	-
Mortgage loans, notes and other loans	152,605
Capital assets - non-depreciable	-
Capital assets - depreciable, net	-
Other assets	911
OPEB asset	-
Total non current	153,516
Total assets	184,317
Deferred Outflow Of Resources	1,318
Liabilities	
Current	
Bonds payable	7,435
Short term debt	-
Accrued interest payable	616
Other liabilities	45
Intergovernmental payable	-
Total current	8,096
Non current	
Bonds payable	54,470
Other liabilities	-
Derivative instrument - interest rate swaps	1,317
Pension liability	-
Total non current	55,787
Total liabilities	63,883
Deferred Inflow Of Resources	-
Net Position	
Net investment in capital assets	-
Restricted by bond resolutions	121,752
Restricted by contractual or statutory agreements	-
Unrestricted or (deficit)	-
Total net position	\$ 121,752

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 September 30, 2023

(in thousands of dollars)

Schedule 7

	State Capital Project Bonds II	Total September 30, 2023
Assets		
Current		
Cash	\$ 57	\$ 57
Investments	42,059	42,059
Lease receivable	2,536	2,536
Accrued interest receivable	5,057	5,057
Inter-fund due (to)/from	24,775	24,775
Mortgage loans, notes and other loans	38,947	38,947
Other assets	-	-
Intergovernmental receivable, net	-	-
Total current	113,431	113,431
Non current		
Investments	-	-
Lease receivable	12,820	12,820
Inter-fund due (to)/from	-	-
Mortgage loans, notes and other loans	1,259,281	1,259,281
Capital assets - non-depreciable	-	-
Capital assets - depreciable, net	-	-
Other assets	8,952	8,952
OPEB asset	-	-
Total non current	1,281,053	1,281,053
Total assets	1,394,484	1,394,484
Deferred Outflow Of Resources	18,109	18,109
Liabilities		
Current		
Bonds payable	59,140	59,140
Short term debt	-	-
Accrued interest payable	16,766	16,766
Other liabilities	385	385
Intergovernmental payable	57	57
Total current	76,348	76,348
Non current		
Bonds payable	1,099,155	1,099,155
Other liabilities	-	-
Derivative instrument - interest rate swaps	-	-
Pension liability	-	-
Total non current	1,099,155	1,099,155
Total liabilities	1,175,503	1,175,503
Deferred Inflow Of Resources	22,890	22,890
Net Position		
Net investment in capital assets	-	-
Restricted by bond resolutions	-	-
Restricted by contractual or statutory agreements	-	-
Unrestricted or (deficit)	214,200	214,200
Total net position	\$ 214,200	\$ 214,200

See accompanying notes to the financial statements.

(This page intentionally left blank.)

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF NET POSITION

OTHER PROGRAM FUNDS

As of September 30, 2023

(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	\$ 19,766	\$ 14,509	\$ -	\$ -	\$ 34,275
Investments	-	-	1,432	5,369	6,801
Lease receivable	83	-	-	-	83
Accrued interest receivable	-	-	29	91	120
Inter-fund due (to)/from	(3,331)	(1,548)	147	1,762	(2,970)
Mortgage loans, notes and other loans	-	-	362	910	1,272
Other assets	1,098	97	-	-	1,195
Intergovernmental receivable, net	1,001	(7)	-	-	994
Total current	18,617	13,051	1,970	8,132	41,770
Non current					
Investments	-	-	-	-	-
Lease receivable	-	-	-	-	-
Inter-fund due (to)/from	-	-	-	-	-
Mortgage loans, notes and other loans	-	-	11,694	29,416	41,110
Capital assets - non-depreciable	12,947	1,130	-	-	14,077
Capital assets - depreciable, net	28,683	9,577	-	-	38,260
Other assets	22	8	-	-	30
OPEB asset	-	-	-	-	-
Total non current	41,652	10,715	11,694	29,416	93,477
Total assets	60,269	23,766	13,664	37,548	135,247
Deferred Outflow Of Resources	-	-	-	-	-
Liabilities					
Current					
Bonds payable	-	-	-	-	-
Short term debt	-	-	-	-	-
Accrued interest payable	-	-	-	-	-
Other liabilities	857	226	3	8	1,094
Intergovernmental payable	-	1	-	-	1
Total current	857	227	3	8	1,095
Non current					
Bonds payable	-	-	-	-	-
Other liabilities	6	3	-	-	9
Derivative instrument - interest rate swaps	-	-	-	-	-
Pension liability	-	-	-	-	-
Total non current	6	3	-	-	9
Total liabilities	863	230	3	8	1,104
Deferred Inflow Of Resources	74	-	-	-	74
Net Position					
Net investment in capital assets	41,630	10,707	-	-	52,337
Restricted by bond resolutions	-	-	-	-	-
Restricted by contractual or statutory agreements	18,529	13,053	13,661	37,540	82,783
Unrestricted or (deficit)	(827)	(224)	-	-	(1,051)
Total net position	\$ 59,332	\$ 23,536	\$ 13,661	\$ 37,540	\$ 134,069

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 September 30, 2023
\$ 768	\$ 3,412	\$ 3	\$ 6,317	\$ 10,500	\$ 9,387	\$ 54,162
-	-	-	-	-	-	6,801
-	-	-	-	-	3,373	3,456
-	-	-	-	-	104	224
377	(11,163)	(11,283)	74,180	52,111	(61)	49,080
-	-	33	-	33	-	1,305
691	654	5,219	9,294	15,858	83	17,136
914	46	8,975	-	9,935	-	10,929
2,750	(7,051)	2,947	89,791	88,437	12,886	143,093
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	1,423	-	1,423	(1,423)	-
-	-	967	-	967	25,540	67,617
-	-	-	-	-	4,740	18,817
-	176	-	-	176	-	38,436
-	304	-	-	304	1	335
-	-	-	-	-	-	-
-	480	2,390	-	2,870	28,858	125,205
2,750	(6,571)	5,337	89,791	91,307	41,744	268,298
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
34	368	53	91,814	92,269	606	93,969
-	-	-	-	-	-	1
34	368	53	91,814	92,269	606	93,970
-	-	-	-	-	-	-
-	265	-	-	265	220	494
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	265	-	-	265	220	494
34	633	53	91,814	92,534	826	94,464
-	-	-	-	-	3,262	3,336
-	176	-	-	176	4,740	57,253
-	-	-	-	-	-	-
4,351	4,395	7,082	17	15,845	32,953	131,581
(1,635)	(11,775)	(1,798)	(2,040)	(17,248)	(37)	(18,336)
\$ 2,716	\$ (7,204)	\$ 5,284	\$ (2,023)	\$ (1,227)	\$ 37,656	\$ 170,498

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 September 30, 2023

(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	\$ 954	\$ 6,081	\$ 6,688	\$ 1,484	\$ 1,205
Investment interest	5,600	171	198	112	61
Net change in the fair value of investments	1,647	466	178	27	257
Net change of hedge termination	-	-	-	-	-
Total investment revenue	7,247	637	376	139	318
Grant revenue	-	-	-	-	-
Housing rental subsidies	-	-	-	-	-
Rental revenue	2	-	-	-	-
Gain on disposal of capital assets	-	-	-	-	-
Other revenue	451	-	-	-	6
Total operating revenues	8,654	6,718	7,064	1,623	1,529
Operating expenses					
Interest	1,431	2,533	4,079	656	477
Mortgage and loan costs	955	614	645	109	131
Bond financing expenses	115	214	15	660	37
Provision for loan loss	(2,998)	(149)	(159)	557	(37)
Operations and administration	4,609	269	338	34	66
Rental housing operating expenses	-	-	-	-	-
Grant expense	-	-	-	-	-
Total operating expenses	4,112	3,481	4,918	2,016	674
Operating income (loss)	4,542	3,237	2,146	(393)	855
Non-operating expenses and transfers					
Contributions to State of Alaska or State agencies	(1,121)	-	-	-	-
Interfund receipts (payments) for operations	(17,708)	484	167	12,376	(161)
Change in net position	(14,287)	3,721	2,313	11,983	694
Net position at beginning of year	669,412	284,915	137,468	32,858	121,058
Net position at end of period	\$ 655,125	\$ 288,636	\$ 139,781	\$ 44,841	\$ 121,752

See accompanying notes to the financial statements.

Combined State Capital Project Bonds	Combined Other Programs	Total September 30, 2023
\$ 15,152	\$ 382	\$ 31,946
1,700	270	8,112
(371)	-	2,204
-	-	-
1,329	270	10,316
-	17,683	17,683
-	3,287	3,287
-	3,105	3,107
-	28	28
-	200	657
16,481	24,955	67,024
11,751	-	20,927
910	35	3,399
313	-	1,354
353	579	(1,854)
402	7,301	13,019
-	3,555	3,555
-	18,920	18,920
13,729	30,390	59,320
2,752	(5,435)	7,704
-	-	(1,121)
632	4,210	-
3,384	(1,225)	6,583
210,816	171,723	1,628,250
\$ 214,200	\$ 170,498	\$ 1,634,833

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 September 30, 2023

(in thousands of dollars)

	Administrative Fund
Operating Revenues	
Mortgage and loan revenue	\$ 954
Investment interest	5,600
Net change in the fair value of investments	1,647
Net change of hedge termination	-
Total investment revenue	<u>7,247</u>
Grant revenue	-
Housing rental subsidies	-
Rental revenue	2
Gain on disposal of capital assets	-
Other revenue	451
Total operating revenues	<u>8,654</u>
Operating expenses	
Interest	1,431
Mortgage and loan costs	955
Bond financing expenses	115
Provision for loan loss	(2,998)
Operations and administration	4,609
Rental housing operating expenses	-
Grant expense	-
Total operating expenses	<u>4,112</u>
Operating income (loss)	<u>4,542</u>
Non-operating expenses and transfers	
Contributions to State of Alaska or State agencies	(1,121)
Interfund receipts (payments) for operations	(17,708)
Change in net position	(14,287)
Net position at beginning of year	<u>669,412</u>
Net position at end of period	<u>\$ 655,125</u>

See accompanying notes to the financial statements.

(This page intentionally left blank.)

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 September 30, 2023

(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	\$ 615	\$ 642	\$ 601	\$ 836	\$ 911
Investment interest	27	19	30	25	38
Net change in the fair value of investments	47	40	37	45	62
Net change of hedge termination	-	-	-	-	-
Total investment revenue	74	59	67	70	100
Grant revenue	-	-	-	-	-
Housing rental subsidies	-	-	-	-	-
Rental revenue	-	-	-	-	-
Gain on disposal of capital assets	-	-	-	-	-
Other revenue	-	-	-	-	-
Total operating revenues	689	701	668	906	1,011
Operating expenses					
Interest	195	355	352	427	401
Mortgage and loan costs	63	65	58	85	96
Bond financing expenses	20	47	44	56	2
Provision for loan loss	(18)	(11)	(23)	(13)	(29)
Operations and administration	37	28	24	35	39
Rental housing operating expenses	-	-	-	-	-
Grant expense	-	-	-	-	-
Total operating expenses	297	484	455	590	509
Operating income (loss)	392	217	213	316	502
Non-operating expenses and transfers					
Contributions to State of Alaska or State agencies	-	-	-	-	-
Interfund receipts (payments) for operations	58	76	69	91	40
Change in net position	450	293	282	407	542
Net position at beginning of year	40,300	9,277	5,443	21,820	42,012
Net position at end of period	\$ 40,750	\$ 9,570	\$ 5,725	\$ 22,227	\$ 42,554

See accompanying notes to the financial statements.

Home Mortgage Revenue Bonds 2009 B	Home Mortgage Revenue Bonds 2009 D	Total September 30, 2023
\$ 1,032	\$ 1,444	\$ 6,081
29	3	171
63	172	466
-	-	-
92	175	637
-	-	-
-	-	-
-	-	-
-	-	-
1,124	1,619	6,718
401	402	2,533
103	144	614
2	43	214
(19)	(36)	(149)
42	64	269
-	-	-
-	-	-
529	617	3,481
595	1,002	3,237
-	-	-
44	106	484
639	1,108	3,721
53,629	112,434	284,915
\$ 54,268	\$ 113,542	\$ 288,636

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 September 30, 2023

(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	\$ 485	\$ 653	\$ 1,100	\$ 1,756	\$ 1,608
Investment interest	26	28	54	12	54
Net change in the fair value of investments	7	27	29	93	22
Net change of hedge termination	-	-	-	-	-
Total investment revenue	33	55	83	105	76
Grant revenue	-	-	-	-	-
Housing rental subsidies	-	-	-	-	-
Rental revenue	-	-	-	-	-
Gain on disposal of capital assets	-	-	-	-	-
Other revenue	-	-	-	-	-
Total operating revenues	518	708	1,183	1,861	1,684
Operating expenses					
Interest	255	511	685	948	663
Mortgage and loan costs	53	61	109	183	165
Bond financing expenses	1	1	3	5	3
Provision for loan loss	(17)	(20)	(34)	(48)	(35)
Operations and administration	31	37	63	101	66
Rental housing operating expenses	-	-	-	-	-
Grant expense	-	-	-	-	-
Total operating expenses	323	590	826	1,189	862
Operating income (loss)	195	118	357	672	822
Non-operating expenses and transfers					
Contributions to State of Alaska or State agencies	-	-	-	-	-
Interfund receipts (payments) for operations	32	38	65	(78)	69
Change in net position	227	156	422	594	891
Net position at beginning of year	19,597	6,557	13,749	50,247	48,231
Net position at end of period	\$ 19,824	\$ 6,713	\$ 14,171	\$ 50,841	\$ 49,122

See accompanying notes to the financial statements.

General Mortgage Revenue Bonds II 2022 C		Total September 30, 2023	
\$	1,086	\$	6,688
	24		198
	-		178
	-		-
	24		376
	-		-
	-		-
	-		-
	-		-
	1,110		7,064
	1,017		4,079
	74		645
	2		15
	(5)		(159)
	40		338
	-		-
	-		-
	1,128		4,918
	(18)		2,146
	-		-
	41		167
	23		2,313
	(913)		137,468
\$	(890)	\$	139,781

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 September 30, 2023

(in thousands of dollars)

	Collateralized Bonds, 2016 1st & 2nd Series	Collateralized Bonds, 2019 1st & 2nd Series	Collateralized Bonds, 2023 1st Series	Total September 30, 2023
Operating Revenues				
Mortgage and loan revenue	\$ 232	\$ 492	\$ 760	\$ 1,484
Investment interest	33	29	50	112
Net change in the fair value of investments	-	28	(1)	27
Net change of hedge termination	-	-	-	-
Total investment revenue	33	57	49	139
Grant revenue	-	-	-	-
Housing rental subsidies	-	-	-	-
Rental revenue	-	-	-	-
Gain on disposal of capital assets	-	-	-	-
Other revenue	-	-	-	-
Total operating revenues	265	549	809	1,623
Operating expenses				
Interest	158	117	381	656
Mortgage and loan costs	20	43	46	109
Bond financing expenses	1	-	659	660
Provision for loan loss	(8)	115	450	557
Operations and administration	9	16	9	34
Rental housing operating expenses	-	-	-	-
Grant expense	-	-	-	-
Total operating expenses	180	291	1,545	2,016
Operating income (loss)	85	258	(736)	(393)
Non-operating expenses and transfers				
Contributions to State of Alaska or State agencies	-	-	-	-
Interfund receipts (payments) for operations	10	11,698	668	12,376
Change in net position	95	11,956	(68)	11,983
Net position at beginning of year	5,621	27,237	-	32,858
Net position at end of period	\$ 5,716	\$ 39,193	\$ (68)	\$ 44,841

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 September 30, 2023

(in thousands of dollars)

	Governmental Purpose Bonds 2001 A & B
Operating Revenues	
Mortgage and loan revenue	\$ 1,205
Investment interest	61
Net change in the fair value of investments	257
Net change of hedge termination	-
Total investment revenue	<u>318</u>
Grant revenue	-
Housing rental subsidies	-
Rental revenue	-
Gain on disposal of capital assets	-
Other revenue	6
Total operating revenues	<u>1,529</u>
Operating expenses	
Interest	477
Mortgage and loan costs	131
Bond financing expenses	37
Provision for loan loss	(37)
Operations and administration	66
Rental housing operating expenses	-
Grant expense	-
Total operating expenses	<u>674</u>
Operating income (loss)	<u>855</u>
Non-operating expenses and transfers	
Contributions to State of Alaska or State agencies	-
Interfund receipts (payments) for operations	(161)
Change in net position	694
Net position at beginning of year	<u>121,058</u>
Net position at end of period	<u>\$ 121,752</u>

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 September 30, 2023

(in thousands of dollars)

	State Capital Project Bonds II	Total September 30, 2023
Operating Revenues		
Mortgage and loan revenue	\$ 15,152	\$ 15,152
Investment interest	1,700	1,700
Net change in the fair value of investments	(371)	(371)
Net change of hedge termination	-	-
Total investment revenue	1,329	1,329
Grant revenue	-	-
Housing rental subsidies	-	-
Rental revenue	-	-
Gain on disposal of capital assets	-	-
Other revenue	-	-
Total operating revenues	16,481	16,481
Operating expenses		
Interest	11,751	11,751
Mortgage and loan costs	910	910
Bond financing expenses	313	313
Provision for loan loss	353	353
Operations and administration	402	402
Rental housing operating expenses	-	-
Grant expense	-	-
Total operating expenses	13,729	13,729
Operating income (loss)	2,752	2,752
Non-operating expenses and transfers		
Contributions to State of Alaska or State agencies	-	-
Interfund receipts (payments) for operations	632	632
Change in net position	3,384	3,384
Net position at beginning of year	210,816	210,816
Net position at end of period	\$ 214,200	\$ 214,200

See accompanying notes to the financial statements.

(This page intentionally left blank.)

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 September 30, 2023

(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	\$ -	\$ -	\$ 61	\$ 285	\$ 346
Investment interest	95	78	19	77	269
Net change in the fair value of investments	-	-	-	-	-
Net change of hedge termination	-	-	-	-	-
Total investment revenue	95	78	19	77	269
Grant revenue	1,109	-	-	-	1,109
Housing rental subsidies	2,727	560	-	-	3,287
Rental revenue	2,479	609	-	-	3,088
Gain on disposal of capital assets	23	-	-	-	23
Other revenue	-	-	-	-	-
Total operating revenues	6,433	1,247	80	362	8,122
Operating expenses					
Interest	-	-	-	-	-
Mortgage and loan costs	-	-	7	28	35
Bond financing expenses	-	-	-	-	-
Provision for loan loss	-	-	(2)	(26)	(28)
Operations and administration	3,243	794	4	12	4,053
Rental housing operating expenses	3,117	435	-	-	3,552
Grant expense	-	-	-	-	-
Total operating expenses	6,360	1,229	9	14	7,612
Operating income (loss)	73	18	71	348	510
Non-operating expenses and transfers					
Contributions to State of Alaska or State agencies	-	-	-	-	-
Interfund receipts (payments) for operations	708	10	5	12	735
Change in net position	781	28	76	360	1,245
Net position at beginning of year	58,551	23,508	13,585	37,180	132,824
Net position at end of period	\$ 59,332	\$ 23,536	\$ 13,661	\$ 37,540	\$ 134,069

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 September 30, 2023
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 36	\$ 382
-	-	-	-	-	1	270
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	1	270
691	9,525	3,566	2,792	16,574	-	17,683
-	-	-	-	-	-	3,287
-	-	-	-	-	17	3,105
-	5	-	-	5	-	28
-	1	198	1	200	-	200
691	9,531	3,764	2,793	16,779	54	24,955
-	-	-	-	-	-	-
-	-	-	-	-	-	35
-	-	-	-	-	-	-
-	-	-	-	-	607	579
498	1,612	851	235	3,196	52	7,301
1	1	-	-	2	1	3,555
984	9,061	6,133	2,742	18,920	-	18,920
1,483	10,674	6,984	2,977	22,118	660	30,390
(792)	(1,143)	(3,220)	(184)	(5,339)	(606)	(5,435)
-	-	-	-	-	-	-
793	75	2,565	(1)	3,432	43	4,210
1	(1,068)	(655)	(185)	(1,907)	(563)	(1,225)
2,715	(6,136)	5,939	(1,838)	680	38,219	171,723
\$ 2,716	\$ (7,204)	\$ 5,284	\$ (2,023)	\$ (1,227)	\$ 37,656	\$ 170,498

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF CASH FLOWS

COMBINED - ALL FUNDS

For the Three Months Ended September 30, 2023

(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	\$ 1,674	\$ 3,692	\$ 4,055	\$ 566	\$ 722
Principal receipts on mortgages and loans	8,565	9,444	12,097	2,663	2,652
Disbursements to fund mortgages and loans	(170,342)	-	-	-	-
Receipts (payments) for interfund loan transfers	105,729	216	196	(46,141)	-
Mortgage and loan proceeds receipts	107,350	-	-	-	-
Mortgage and loan proceeds paid to trust funds	(68,416)	-	-	-	-
Payroll-related disbursements	(6,388)	-	-	-	-
Payments for goods and services	(16,030)	-	-	-	-
Receipts from externally funded programs	-	-	-	-	-
Receipts from Federal HAP subsidies	-	-	-	-	-
Payments for Federal HAP subsidies	-	-	-	-	-
Interfund receipts (payments)	(12,475)	-	-	-	-
Grant payments to other agencies	-	-	-	-	-
Other operating cash receipts (payments)	6,061	-	-	-	-
Net cash receipts (disbursements)	(44,272)	13,352	16,348	(42,912)	3,374
Non-capital financing activities					
Proceeds from bond issuance	-	-	-	50,061	-
Payment of bond issuance costs	-	-	-	(659)	-
Proceeds from short-term debt issuance	84,506	-	-	-	-
Payment of short term debt	(129,642)	-	-	-	-
Contributions to State of Alaska or State agencies	(1,121)	-	-	-	-
Transfers from (to) other funds	502	-	-	(502)	-
Net cash receipts (disbursements)	(45,755)	-	-	48,900	-
Capital financing activities					
Acquisition of capital assets	(34)	-	-	-	-
Proceeds from the disposal of capital assets	5	-	-	-	-
Payment of bond issuance costs	-	-	-	-	-
Net cash receipts (disbursements)	(29)	-	-	-	-
Investing activities					
Purchase of investments	(1,158,891)	(13,557)	(16,688)	(7,061)	(3,427)
Proceeds from maturity of investments	1,235,263	-	-	1,000	-
Interest received from investments	5,244	205	340	73	53
Net cash receipts (disbursements)	81,616	(13,352)	(16,348)	(5,988)	(3,374)
Net Increase (decrease) in cash	(8,440)	-	-	-	-
Cash at beginning of year	27,707	-	-	-	-
Cash at end of period	\$ 19,267	\$ -	\$ -	\$ -	\$ -

Combined State Capital Project Bonds		Combined Other Programs	Total September 30, 2023
\$	9,238	\$ 218	\$ 20,165
	15,890	1,605	52,916
	-	-	(170,342)
	(60,000)	-	-
	-	-	107,350
	-	-	(68,416)
	-	(4,268)	(10,656)
	-	(4,090)	(20,120)
	-	10,796	10,796
	-	8,036	8,036
	-	(8,954)	(8,954)
	-	12,475	-
	-	(14,677)	(14,677)
	(109)	2,883	8,835
	(34,981)	4,024	(85,067)
	-	-	50,061
	-	-	(659)
	-	-	84,506
	-	-	(129,642)
	-	-	(1,121)
	-	-	-
	-	-	3,145
	-	(576)	(610)
	-	28	33
	-	-	-
	-	(548)	(577)
	(100,292)	(1,896)	(1,301,812)
	133,951	-	1,370,214
	1,213	250	7,378
	34,872	(1,646)	75,780
	(109)	1,830	(6,719)
	166	52,332	80,205
\$	57	\$ 54,162	\$ 73,486

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF CASH FLOWS

COMBINED - ALL FUNDS

For the Three Months Ended September 30, 2023

(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)	\$ 4,542	\$ 3,237	\$ 2,146	\$ (393)	\$ 855
<i>Adjustments:</i>					
Depreciation expense	236	-	-	-	-
Provision for loan loss	(2,998)	(149)	(159)	557	(37)
Net change in the fair value of investments	(1,647)	(466)	(178)	(27)	(257)
Interfund receipts (payments) for operations	(17,708)	484	167	12,376	(161)
Interest received from investments	(5,244)	(205)	(340)	(73)	(53)
Interest paid on bonds and capital notes	-	-	-	-	-
<i>Change in assets, liabilities and deferred resources:</i>					
Net (increase) decrease in mortgages and loans	(44,968)	14,711	15,747	(55,197)	3,653
Net increase (decrease) in assets, liabilities, and deferred resources	23,515	(4,260)	(1,035)	(155)	(626)
Net operating cash receipts (disbursements)	\$ (44,272)	\$ 13,352	\$ 16,348	\$ (42,912)	\$ 3,374

See accompanying notes to the financial statements.

Combined State Capital Project Bonds		Combined Other Programs	Total September 30, 2023
\$	2,752	\$ (5,435)	\$ 7,704
	-	1,380	1,616
	353	579	(1,854)
	371	-	(2,204)
	632	4,210	-
	(1,213)	(250)	(7,378)
	-	-	-
	(35,728)	3,437	(98,345)
	(2,148)	103	15,394
\$	(34,981)	\$ 4,024	\$ (85,067)

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF CASH FLOWS**ADMINISTRATIVE FUND**

For the Three Months Ended September 30, 2023

(in thousands of dollars)

	Administrative Fund
Cash Flows	
Operating activities	
Interest income on mortgages and loans	\$ 1,674
Principal receipts on mortgages and loans	8,565
Disbursements to fund mortgages and loans	(170,342)
Receipts (payments) for interfund loan transfers	105,729
Mortgage and loan proceeds receipts	107,350
Mortgage and loan proceeds paid to trust funds	(68,416)
Payroll-related disbursements	(6,388)
Payments for goods and services	(16,030)
Receipts from externally funded programs	-
Receipts from Federal HAP subsidies	-
Payments for Federal HAP subsidies	-
Interfund receipts (payments)	(12,475)
Grant payments to other agencies	-
Other operating cash receipts (payments)	6,061
Net cash receipts (disbursements)	(44,272)
Non-capital financing activities	
Proceeds from bond issuance	-
Payment of bond issuance costs	-
Proceeds from short-term debt issuance	84,506
Payment of short term debt	(129,642)
Contributions to State of Alaska or State agencies	(1,121)
Transfers from (to) other funds	502
Net cash receipts (disbursements)	(45,755)
Capital financing activities	
Acquisition of capital assets	(34)
Proceeds from the disposal of capital assets	5
Payment of bond issuance costs	-
Net cash receipts (disbursements)	(29)
Investing activities	
Purchase of investments	(1,158,891)
Proceeds from maturity of investments	1,235,263
Interest received from investments	5,244
Net cash receipts (disbursements)	81,616
Net Increase (decrease) in cash	(8,440)
Cash at beginning of year	27,707
Cash at end of period	\$ 19,267

	Administrative Fund
Reconciliation	
Operating income (loss) to net cash	
Operating income (loss)	\$ 4,542
<i>Adjustments:</i>	
Depreciation expense	236
Provision for loan loss	(2,998)
Net change in the fair value of investments	(1,647)
Interfund receipts (payments) for operations	(17,708)
Interest received from investments	(5,244)
Interest paid on bonds and capital notes	-
<i>Change in assets, liabilities and deferred resources:</i>	
Net (increase) decrease in mortgages and loans	(44,968)
Net increase (decrease) in assets, liabilities, and deferred resources	23,515
Net operating cash receipts (disbursements)	\$ (44,272)

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 Three Months Ended September 30, 2023

(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	\$ 383	\$ 388	\$ 367	\$ 509	\$ 545
Principal receipts on mortgages and loans	674	813	443	1,636	1,623
Disbursements to fund mortgages and loans	-	-	-	-	-
Receipts (payments) for interfund loan transfers	-	-	129	-	-
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)	1,057	1,201	939	2,145	2,168
Non-capital financing activities					
Proceeds from bond issuance	-	-	-	-	-
Payment of bond issuance costs	-	-	-	-	-
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	-	-	-	-	-
Proceeds from the disposal of capital assets	-	-	-	-	-
Payment of bond issuance costs	-	-	-	-	-
Net cash receipts (disbursements)	-	-	-	-	-
Investing activities					
Purchase of investments	(1,065)	(1,210)	(946)	(2,160)	(2,183)
Proceeds from maturity of investments	-	-	-	-	-
Interest received from investments	8	9	7	15	15
Net cash receipts (disbursements)	(1,057)	(1,201)	(939)	(2,145)	(2,168)
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 September 30, 2023
\$ 624	\$ 876	\$ 3,692
1,333	2,922	9,444
-	-	-
85	2	216
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
2,042	3,800	13,352
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
(2,056)	(3,937)	(13,557)
-	-	-
14	137	205
(2,042)	(3,800)	(13,352)
-	-	-
-	-	-
\$ -	\$ -	\$ -

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF CASH FLOWS**HOME MORTGAGE REVENUE BONDS**

For the Three Months Ended September 30, 2023

(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)	\$ 392	\$ 217	\$ 213	\$ 316	\$ 502
<i>Adjustments:</i>					
Depreciation expense	-	-	-	-	-
Provision for loan loss	(18)	(11)	(23)	(13)	(29)
Net change in the fair value of investments	(47)	(40)	(37)	(45)	(62)
Interfund receipts (payments) for operations	58	76	69	91	40
Interest received from investments	(8)	(9)	(7)	(15)	(15)
Interest paid on bonds and capital notes	-	-	-	-	-
<i>Change in assets, liabilities and deferred resources:</i>					
Net (increase) decrease in mortgages and loans	1,827	1,088	2,305	1,289	2,829
Net increase (decrease) in assets, liabilities, and deferred resources	(1,147)	(120)	(1,581)	522	(1,097)
Net operating cash receipts (disbursements)	\$ 1,057	\$ 1,201	\$ 939	\$ 2,145	\$ 2,168

See accompanying notes to the financial statements.

Home Mortgage Revenue Bonds 2009 B	Home Mortgage Revenue Bonds 2009 D	Total September 30, 2023
\$ 595	\$ 1,002	\$ 3,237
-	-	-
(19)	(36)	(149)
(63)	(172)	(466)
44	106	484
(14)	(137)	(205)
-	-	-
1,848	3,525	14,711
(349)	(488)	(4,260)
\$ 2,042	\$ 3,800	\$ 13,352

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF CASH FLOWS

GENERAL MORTGAGE REVENUE BONDS

For the Three Months Ended September 30, 2023

(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	\$ 294	\$ 398	\$ 661	\$ 1,065	\$ 969
Principal receipts on mortgages and loans	1,156	1,253	1,685	5,225	2,473
Disbursements to fund mortgages and loans	-	-	-	-	-
Receipts (payments) for interfund loan transfers	-	-	-	-	196
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)	1,450	1,651	2,346	6,290	3,638
Non-capital financing activities					
Proceeds from bond issuance	-	-	-	-	-
Payment of bond issuance costs	-	-	-	-	-
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	-	-	-	-	-
Proceeds from the disposal of capital assets	-	-	-	-	-
Payment of bond issuance costs	-	-	-	-	-
Net cash receipts (disbursements)	-	-	-	-	-
Investing activities					
Purchase of investments	(1,461)	(1,666)	(2,378)	(6,438)	(3,695)
Proceeds from maturity of investments	-	-	-	-	-
Interest received from investments	11	15	32	148	57
Net cash receipts (disbursements)	(1,450)	(1,651)	(2,346)	(6,290)	(3,638)
Net Increase (decrease) in cash	-	-	-	-	-
Cash at beginning of year	-	-	-	-	-
Cash at end of period	\$ -	\$ -	\$ -	\$ -	\$ -

General Mortgage Revenue Bonds II 2022 C	Total September 30, 2023
\$ 668	\$ 4,055
305	12,097
-	-
-	196
-	-
-	-
-	-
-	-
-	-
-	-
-	-
-	-
-	-
973	16,348
-	-
-	-
-	-
-	-
-	-
-	-
-	-
-	-
-	-
-	-
-	-
(1,050)	(16,688)
-	-
77	340
(973)	(16,348)
-	-
-	-
\$ -	\$ -

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF CASH FLOWS

GENERAL MORTGAGE REVENUE BONDS

For the Three Months Ended September 30, 2023

(in thousands of dollars)

	General Mortgage Revenue Bonds II 2012 A & B	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
Reconciliation					
Operating income (loss) to net cash					
Operating income (loss)	\$ -	\$ 195	\$ 118	\$ 357	\$ 672
<i>Adjustments:</i>					
Depreciation expense	-	-	-	-	-
Provision for loan loss	-	(17)	(20)	(34)	(48)
Net change in the fair value of investments	-	(7)	(27)	(29)	(93)
Interfund receipts (payments) for operations	-	32	38	65	(78)
Interest received from investments	-	(11)	(15)	(32)	(148)
Interest paid on bonds and capital notes	-	-	-	-	-
<i>Change in assets, liabilities and deferred resources:</i>					
Net (increase) decrease in mortgages and loans	-	1,698	2,022	3,324	4,745
Net increase (decrease) in assets, liabilities, and deferred resources	-	(440)	(465)	(1,305)	1,240
Net operating cash receipts (disbursements)	\$ -	\$ 1,450	\$ 1,651	\$ 2,346	\$ 6,290

See accompanying notes to the financial statements.

General Mortgage Revenue Bonds II 2022 A & B		General Mortgage Revenue Bonds II 2022 C		Total September 30, 2023	
\$	822	\$	(18)	\$	2,146
	-		-		-
	(35)		(5)		(159)
	(22)		-		(178)
	69		41		167
	(57)		(77)		(340)
	-		-		-
	3,495		463		15,747
	(634)		569		(1,035)
\$	3,638	\$	973	\$	16,348

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF CASH FLOWS
COLLATERALIZED VETERANS MORTGAGE BONDS

For the Three Months Ended September 30, 2023

(in thousands of dollars)

	Collateralized Bonds, 2016 1st & 2nd Series	Collateralized Bonds, 2019 1st & 2nd Series	Collateralized Bonds, 2023 1st Series	Total September 30, 2023
Cash Flows				
Operating activities				
Interest income on mortgages and loans	\$ 145	\$ 256	\$ 165	\$ 566
Principal receipts on mortgages and loans	588	1,176	899	2,663
Disbursements to fund mortgages and loans	-	-	-	-
Receipts (payments) for interfund loan transfers	245	-	(46,386)	(46,141)
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)	978	1,432	(45,322)	(42,912)
Non-capital financing activities				
Proceeds from bond issuance	-	-	50,061	50,061
Payment of bond issuance costs	-	-	(659)	(659)
Proceeds from short-term debt issuance	-	-	-	-
Payment of short term debt	-	-	-	-
Contributions to State of Alaska or State agencies	-	-	-	-
Transfers from (to) other funds	-	(1,000)	498	(502)
Net cash receipts (disbursements)	-	(1,000)	49,900	48,900
Capital financing activities				
Acquisition of capital assets	-	-	-	-
Proceeds from the disposal of capital assets	-	-	-	-
Payment of bond issuance costs	-	-	-	-
Net cash receipts (disbursements)	-	-	-	-
Investing activities				
Purchase of investments	(1,005)	(1,453)	(4,603)	(7,061)
Proceeds from maturity of investments	-	1,000	-	1,000
Interest received from investments	27	21	25	73
Net cash receipts (disbursements)	(978)	(432)	(4,578)	(5,988)
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 September 30, 2023
Reconciliation				
Operating income (loss) to net cash				
Operating income (loss)	\$ 85	\$ 258	\$ (736)	\$ (393)
<i>Adjustments:</i>				
Depreciation expense	-	-	-	-
Provision for loan loss	(8)	115	450	557
Net change in the fair value of investments	-	(28)	1	(27)
Interfund receipts (payments) for operations	10	11,698	668	12,376
Interest received from investments	(27)	(21)	(25)	(73)
Interest paid on bonds and capital notes	-	-	-	-
<i>Change in assets, liabilities and deferred resources:</i>				
Net (increase) decrease in mortgages and loans	756	(11,373)	(44,580)	(55,197)
Net increase (decrease) in assets, liabilities, and deferred resources	162	783	(1,100)	(155)
Net operating cash receipts (disbursements)	\$ 978	\$ 1,432	\$ (45,322)	\$ (42,912)

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 Three Months Ended September 30, 2023

(in thousands of dollars)

	Governmental Purpose Bonds 2001 A & B
Cash Flows	
Operating activities	
Interest income on mortgages and loans	\$ 722
Principal receipts on mortgages and loans	2,652
Disbursements to fund mortgages and loans	-
Receipts (payments) for interfund loan transfers	-
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)	3,374
Non-capital financing activities	
Proceeds from bond issuance	-
Payment of bond issuance costs	-
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	-
Proceeds from the disposal of capital assets	-
Payment of bond issuance costs	-
Net cash receipts (disbursements)	-
Investing activities	
Purchase of investments	(3,427)
Proceeds from maturity of investments	-
Interest received from investments	53
Net cash receipts (disbursements)	(3,374)
Net Increase (decrease) in cash	-
Cash at beginning of year	-
Cash at end of period	\$ -

	Governmental Purpose Bonds 2001 A & B
Reconciliation	
Operating income (loss) to net cash	
Operating income (loss)	\$ 855
<i>Adjustments:</i>	
Depreciation expense	-
Provision for loan loss	(37)
Net change in the fair value of investments	(257)
Interfund receipts (payments) for operations	(161)
Interest received from investments	(53)
Interest paid on bonds and capital notes	-
<i>Change in assets, liabilities and deferred resources:</i>	
Net (increase) decrease in mortgages and loans	3,653
Net increase (decrease) in assets, liabilities, and deferred resources	(626)
Net operating cash receipts (disbursements)	\$ 3,374

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 Three Months Ended September 30, 2023

(in thousands of dollars)

	State Capital Project Bonds II	Total September 30, 2023
Cash Flows		
Operating activities		
Interest income on mortgages and loans	\$ 9,238	\$ 9,238
Principal receipts on mortgages and loans	15,890	15,890
Disbursements to fund mortgages and loans	-	-
Receipts (payments) for interfund loan transfers	(60,000)	(60,000)
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)	(109)	(109)
Net cash receipts (disbursements)	(34,981)	(34,981)
Non-capital financing activities		
Proceeds from bond issuance	-	-
Payment of bond issuance costs	-	-
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	-	-
Proceeds from the disposal of capital assets	-	-
Payment of bond issuance costs	-	-
Net cash receipts (disbursements)	-	-
Investing activities		
Purchase of investments	(100,292)	(100,292)
Proceeds from maturity of investments	133,951	133,951
Interest received from investments	1,213	1,213
Net cash receipts (disbursements)	34,872	34,872
Net Increase (decrease) in cash	(109)	(109)
Cash at beginning of year	166	166
Cash at end of period	\$ 57	\$ 57

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

Schedule 23**STATEMENT OF CASH FLOWS****STATE CAPITAL PROJECT BONDS**

For the Three Months Ended September 30, 2023

(in thousands of dollars)

	State Capital Project Bonds II	Total September 30, 2023
Reconciliation		
Operating income (loss) to net cash		
Operating income (loss)	\$ 2,752	\$ 2,752
<i>Adjustments:</i>		
Depreciation expense	-	-
Provision for loan loss	353	353
Net change in the fair value of investments	371	371
Interfund receipts (payments) for operations	632	632
Interest received from investments	(1,213)	(1,213)
Interest paid on bonds and capital notes	-	-
<i>Change in assets, liabilities and deferred resources:</i>		
Net (increase) decrease in mortgages and loans	(35,728)	(35,728)
Net increase (decrease) in assets, liabilities, and deferred resources	(2,148)	(2,148)
Net operating cash receipts (disbursements)	\$ (34,981)	\$ (34,981)

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 Three Months Ended September 30, 2023

(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	\$ -	\$ -	\$ 37	\$ 181	\$ 218
Principal receipts on mortgages and loans	-	-	144	1,461	1,605
Disbursements to fund mortgages and loans	-	-	-	-	-
Receipts (payments) for interfund loan transfers	-	-	-	-	-
Mortgage and loan proceeds receipts	-	-	-	-	-
Mortgage and loan proceeds paid to trust funds	-	-	-	-	-
Payroll-related disbursements	(2,215)	(461)	-	-	(2,676)
Payments for goods and services	(3,146)	(429)	-	-	(3,575)
Receipts from externally funded programs	3,468	565	-	-	4,033
Receipts from Federal HAP subsidies	-	-	-	-	-
Payments for Federal HAP subsidies	-	-	-	-	-
Interfund receipts (payments)	2,427	890	-	-	3,317
Grant payments to other agencies	-	-	-	-	-
Other operating cash receipts (payments)	2,117	568	-	-	2,685
Net cash receipts (disbursements)	2,651	1,133	181	1,642	5,607
Non-capital financing activities					
Proceeds from bond issuance	-	-	-	-	-
Payment of bond issuance costs	-	-	-	-	-
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	(557)	-	-	-	(557)
Proceeds from the disposal of capital assets	23	-	-	-	23
Payment of bond issuance costs	-	-	-	-	-
Net cash receipts (disbursements)	(534)	-	-	-	(534)
Investing activities					
Purchase of investments	-	-	(198)	(1,698)	(1,896)
Proceeds from maturity of investments	-	-	-	-	-
Interest received from investments	97	79	17	56	249
Net cash receipts (disbursements)	97	79	(181)	(1,642)	(1,647)
Net Increase (decrease) in cash	2,214	1,212	-	-	3,426
Cash at beginning of year	17,552	13,297	-	-	30,849
Cash at end of period	\$ 19,766	\$ 14,509	\$ -	\$ -	\$ 34,275

Energy Programs	Section 8 Voucher Programs	Other Grants	COVID-19 Grants	Grant Programs Subtotal	Alaska Corporation for Affordable Housing	Total September 30, 2023
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 218
-	-	-	-	-	-	1,605
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
(20)	(1,266)	(213)	(58)	(1,557)	(35)	(4,268)
(19)	(164)	(124)	(191)	(498)	(17)	(4,090)
1,312	1,493	3,958	-	6,763	-	10,796
-	8,036	-	-	8,036	-	8,036
-	(8,954)	-	-	(8,954)	-	(8,954)
169	(2,243)	3,340	7,929	9,195	(37)	12,475
(1,442)	(107)	(7,105)	(6,023)	(14,677)	-	(14,677)
-	1	144	1	146	52	2,883
-	(3,204)	-	1,658	(1,546)	(37)	4,024
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	(19)	-	-	(19)	-	(576)
-	5	-	-	5	-	28
-	-	-	-	-	-	-
-	(14)	-	-	(14)	-	(548)
-	-	-	-	-	-	(1,896)
-	-	-	-	-	-	-
-	-	-	-	-	1	250
-	-	-	-	-	1	(1,646)
-	(3,218)	-	1,658	(1,560)	(36)	1,830
768	6,630	3	4,659	12,060	9,423	52,332
\$ 768	\$ 3,412	\$ 3	\$ 6,317	\$ 10,500	\$ 9,387	\$ 54,162

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF CASH FLOWS**OTHER PROGRAM FUNDS**

For the Three Months Ended September 30, 2023

(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)	\$ 73	\$ 18	\$ 71	\$ 348	\$ 510
<i>Adjustments:</i>					
Depreciation expense	1,075	293	-	-	1,368
Provision for loan loss	-	-	(2)	(26)	(28)
Net change in the fair value of investments	-	-	-	-	-
Interfund receipts (payments) for operations	708	10	5	12	735
Interest received from investments	(97)	(79)	(17)	(56)	(249)
Interest paid on bonds and capital notes	-	-	-	-	-
<i>Change in assets, liabilities and deferred resources:</i>					
Net (increase) decrease in mortgages and loans	-	-	219	2,610	2,829
Net increase (decrease) in assets, liabilities, and deferred resources	892	891	(95)	(1,246)	442
Net operating cash receipts (disbursements)	\$ 2,651	\$ 1,133	\$ 181	\$ 1,642	\$ 5,607

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 September 30, 2023
\$ (792)	\$ (1,143)	\$ (3,220)	\$ (184)	\$ (5,339)	\$ (606)	\$ (5,435)
-	12	-	-	12	-	1,380
-	-	-	-	-	607	579
-	-	-	-	-	-	-
793	75	2,565	(1)	3,432	43	4,210
-	-	-	-	-	(1)	(250)
-	-	-	-	-	-	-
-	-	-	-	-	608	3,437
(1)	(2,148)	655	1,843	349	(688)	103
\$ -	\$ (3,204)	\$ -	\$ 1,658	\$ (1,546)	\$ (37)	\$ 4,024

Other Information

Entity-wide amounts at year-end are presented below for informational purposes (in thousands):

	2023	2022	2021	2020	2019
Assets					
Cash	\$ 80,205	\$ 84,731	\$ 108,769	\$ 73,772	\$ 74,259
Investments	784,796	981,786	1,033,065	871,387	562,671
Accrued interest receivable	16,664	14,791	14,850	16,183	15,831
Mortgage loans, notes and other loans	3,229,243	3,018,160	2,995,561	3,256,290	3,342,961
Net investment in direct financing lease	-	-	20,287	22,468	24,780
Capital assets, net	71,542	75,158	81,177	87,061	94,036
Other assets	70,344	66,358	38,510	21,455	21,255
Total Assets	4,252,794	4,240,984	4,292,219	4,348,616	4,135,793
Deferred Outflow of Resources	71,553	111,512	210,255	261,327	186,739
Liabilities					
Bonds and notes payable	2,347,283	2,277,492	2,366,206	2,572,813	2,461,125
Short term debt	128,476	149,771	130,697	115,366	49,469
Accrued interest payable	7,339	6,013	6,681	7,257	8,388
Other liabilities	150,617	202,682	211,197	70,401	70,059
Derivative instrument - interest rate swaps	39,013	73,728	168,250	234,281	158,349
Total Liabilities	2,672,728	2,709,686	2,883,031	3,000,118	2,747,390
Deferred Inflow of Resources	23,369	43,349	3,512	2,861	3,719
Total Net Position	\$ 1,628,250	\$ 1,599,461	\$ 1,615,931	\$ 1,606,964	\$ 1,571,423
Operating Revenues					
Mortgage and loans revenue	\$ 127,895	\$ 120,874	\$ 132,258	\$ 147,068	\$ 146,042
Investment interest	35,962	3,440	5,669	13,031	17,404
Net change in fair value of investments	3,158	820	(2,158)	1,922	(838)
Net change of hedge termination	281	875	579	(177)	(278)
Total Investment Revenue	39,401	5,135	4,090	14,776	16,288
Externally funded programs	156,657	283,006	154,023	76,113	77,143
Rental	11,509	11,280	11,219	11,512	11,926
Other	3,165	4,347	4,490	1,607	4,634
Total Operating Revenues	338,627	424,642	306,080	251,076	256,033
Operating Expenses					
Interest	79,853	60,780	70,987	81,137	76,831
Mortgage and loan costs	12,501	11,767	11,342	14,763	12,034
Operations and administration	47,774	48,911	50,360	40,958	44,781
Financing expenses	4,834	4,923	6,033	5,163	6,054
Provision for loan loss	1,640	485	(2,761)	(6,639)	(5,740)
Housing grants and subsidies	138,014	276,268	143,129	63,800	72,198
Rental housing operating expenses	17,175	19,274	17,012	16,353	15,042
Total Operating Expenses	301,791	422,408	296,102	215,535	221,200
Operating Income (Loss)	36,836	2,234	9,978	35,541	34,833
Non-Operating & Special Item					
Contribution to State or State agency	(8,047)	(933)	(1,011)	-	(2,106)
Change in Net Position	\$ 28,789	\$ 1,301	\$ 8,967	\$ 35,541	\$ 32,727