



A Component Unit of the State of Alaska

**Quarterly Unaudited
Financial Statements**

March 31, 2026

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Website: <https://www.ahfc.us/investors/financials-history> or
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ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF NET POSITION

COMBINED – ALL MAJOR PROGRAMS

As of March 31, 2026

(in thousands of dollars)

	Administrative Fund	Grant Programs	Mortgage and Bond Funds	Other Funds and Programs
ASSETS				
Current assets				
Cash	\$ 28,310	\$ 6,588	\$ 768	\$ 31,979
Investments	399,125	-	211,288	2,924
Lease receivable	-	-	2,935	47
Accrued interest receivable	2,130	-	14,829	132
Interfund due (to)/from, net	(39,698)	(2,179)	44,080	(2,084)
Mortgage loans, notes and other loans, net	8,953	2	112,026	1,556
Other assets	2,035	15,239	-	2,275
Intergovernmental receivable	109	8,834	-	254
Total current assets	400,964	28,484	385,926	37,083
Noncurrent assets				
Investments	35,677	-	23,733	-
Lease receivable	-	-	4,427	-
Interfund due (to)/from, net	-	1,423	-	-
Mortgage loans, notes and other loans, net	260,901	808	3,622,133	50,291
Capital assets - non-depreciable	2,430	13,167	-	16,028
Capital assets - depreciable, net	8,631	5,856	-	34,948
Other assets	2,428	259	3,108	81
OPEB asset	14,472	-	-	-
Total noncurrent assets	324,539	21,513	3,653,401	101,348
Total assets	725,503	49,997	4,039,327	138,431
DEFERRED OUTFLOWS OF RESOURCES				
Total deferred outflows of resources	5,977	-	35,305	-
LIABILITIES				
Current liabilities				
Bonds payable	-	-	99,440	-
Short term debt	100,537	-	-	-
Accrued interest payable	-	-	38,268	-
Other liabilities	8,071	21,322	847	1,149
Intergovernmental payable	-	-	105	-
Total current liabilities	108,608	21,322	138,660	1,149
Noncurrent liabilities				
Bonds payable	-	-	2,954,741	-
Other liabilities	2,010	244	608	68
Derivative instrument - interest rate swaps	-	-	24,984	-
Pension liability	33,945	-	-	-
Total noncurrent liabilities	35,955	244	2,980,333	68
Total liabilities	144,563	21,566	3,118,993	1,217
DEFERRED INFLOWS OF RESOURCES				
Total deferred inflows of resources	438	-	9,167	36
NET POSITION				
Net investment in capital assets	11,061	19,023	-	50,976
Restricted by bond resolutions	-	-	685,172	-
Restricted by contractual or statutory agreements	184,326	50,782	-	86,451
Unrestricted or (deficit)	391,092	(41,374)	261,300	(249)
Total net position	\$ 586,479	\$ 28,431	\$ 946,472	\$ 137,178

See accompanying notes to the financial statements.

Total Programs and Funds	Alaska Corporation for Affordable Housing	Total March 31, 2026
\$ 67,645	\$ 10,481	\$ 78,126
613,337	-	613,337
2,982	3,264	6,246
17,091	194	17,285
119	(119)	-
122,537	-	122,537
19,549	455	20,004
9,197	-	9,197
852,457	14,275	866,732
59,410	-	59,410
4,427	-	4,427
1,423	(1,423)	-
3,934,133	24,199	3,958,332
31,625	4,740	36,365
49,435	-	49,435
5,876	1	5,877
14,472	-	14,472
4,100,801	27,517	4,128,318
4,953,258	41,792	4,995,050
41,282	-	41,282
99,440	-	99,440
100,537	-	100,537
38,268	-	38,268
31,389	814	32,203
105	-	105
269,739	814	270,553
2,954,741	-	2,954,741
2,930	191	3,121
24,984	-	24,984
33,945	-	33,945
3,016,600	191	3,016,791
3,286,339	1,005	3,287,344
9,641	3,043	12,684
81,060	4,740	85,800
685,172	-	685,172
321,559	33,115	354,674
610,769	(111)	610,658
\$ 1,698,560	\$ 37,744	\$ 1,736,304

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION

COMBINED – ALL MAJOR PROGRAMS

For the Year Ended March 31, 2026

(in thousands of dollars)

	Administrative Fund	Grant Programs	Mortgage and Bond Funds	Other Funds and Programs
OPERATING REVENUES				
Mortgage and loan revenue	\$ 11,710	\$ -	\$ 133,661	\$ 1,320
Rental revenue	8	-	-	9,928
Other revenue	2,050	545	-	24
Total operating revenues	13,768	545	133,661	11,272
OPERATING EXPENSES				
Mortgage and loan costs	3,033	-	8,560	106
Provision for loan loss	133	164	1,618	14
Operations and administration	17,446	12,889	4,202	13,785
Rental housing operating expenses	-	167	-	10,639
Total operating expenses	20,612	13,220	14,380	24,544
Operating income (loss)	(6,844)	(12,675)	119,281	(13,272)
NONCAPITAL SUBSIDIES				
Grant revenue	-	67,945	-	3,186
Grant expense	-	(60,944)	-	-
Housing rental subsidies	-	-	-	9,849
Total noncapital subsidies	-	7,001	-	13,035
Operating income (loss) and noncapital subsidies	(6,844)	(5,674)	119,281	(237)
OTHER NONOPERATING REVENUES AND EXPENSES				
Interest expense	(2,039)	-	(76,582)	-
Grant revenue - capital	-	9,464	-	-
Grant expense - capital	-	(14,266)	-	-
Bond financing expenses	(280)	-	(4,926)	-
Investment interest earnings	8,759	(175)	6,762	403
Net change in the fair value of investments	2,621	-	2,718	-
Contributions to State of Alaska or State agencies	(1,620)	-	-	-
Interfund receipts (payments) for operations	93,441	20,705	(115,486)	1,241
Total other nonoperating revenues and expenses	100,882	15,728	(187,514)	1,644
Change in net position	94,038	10,054	(68,233)	1,407
Net position at beginning of year	492,441	18,377	1,014,705	135,771
Net position at end of period	\$ 586,479	\$ 28,431	\$ 946,472	\$ 137,178

See accompanying notes to the financial statements.

Total Programs and Funds	Alaska Corporation for Affordable Housing	Total March 31, 2026
\$ 146,691	\$ 476	\$ 147,167
9,936	52	9,988
2,619	12	2,631
159,246	540	159,786
11,699	-	11,699
1,929	619	2,548
48,322	405	48,727
10,806	-	10,806
72,756	1,024	73,780
86,490	(484)	86,006
71,131	-	71,131
(60,944)	-	(60,944)
9,849	-	9,849
20,036	-	20,036
106,526	(484)	106,042
(78,621)	-	(78,621)
9,464	-	9,464
(14,266)	-	(14,266)
(5,206)	-	(5,206)
15,749	195	15,944
5,339	-	5,339
(1,620)	-	(1,620)
(99)	99	-
(69,260)	294	(68,966)
37,266	(190)	37,076
1,661,294	37,934	1,699,228
\$ 1,698,560	\$ 37,744	\$ 1,736,304

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF CASH FLOWS

COMBINED – ALL MAJOR PROGRAMS

For the Nine Months Ended March 31, 2026

(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	\$ 11,945	\$ -	\$ 122,691	\$ 1,205	\$ 135,841
Principal receipts on mortgages and loans	14,675	-	247,081	4,934	266,690
Disbursements to fund mortgages and loans	(459,015)	-	-	-	(459,015)
Receipts (payments) for interfund loan transfers	422,715	-	(416,312)	(6,403)	-
Mortgage and loan proceeds receipts	414,187	-	-	-	414,187
Mortgage and loan proceeds paid to trust funds	(405,067)	-	-	-	(405,067)
Payroll-related disbursements	(21,290)	(5,657)	-	(8,995)	(35,942)
Payments for goods and services	(7,175)	(2,982)	-	(11,018)	(21,175)
Other operating cash receipts (payments)	(10,458)	168	(91)	9,192	(1,189)
Net cash receipts (disbursements)	(39,483)	(8,471)	(46,631)	(11,085)	(105,670)
Noncapital financing activities					
Receipts from externally funded programs	-	30,055	-	14,856	44,911
Receipts from Federal HAP subsidies	-	30,770	-	-	30,770
Payments for Federal HAP subsidies	-	(35,170)	-	-	(35,170)
Interfund receipts (payments)	(27,118)	28,753	-	(1,668)	(33)
Grant payments to other agencies	-	(42,642)	-	-	(42,642)
Proceeds from bond issuance	-	-	356,101	-	356,101
Principal paid on bonds	-	-	(90,945)	-	(90,945)
Payment of bond issuance costs	-	-	(2,238)	-	(2,238)
Interest paid on bonds	-	-	(57,098)	-	(57,098)
Proceeds from short-term debt issuance	99,192	-	-	-	99,192
Payment of short term debt	(128,187)	-	-	-	(128,187)
Contributions to State of Alaska or State agencies	(1,620)	-	-	-	(1,620)
Transfers from (to) other funds	119,553	-	(119,553)	-	-
Net cash receipts (disbursements)	61,820	11,766	86,267	13,188	173,041
Capital financing activities					
Acquisition of capital assets	-	(11,335)	-	(2,619)	(13,954)
Proceeds from direct financing leases	-	-	3,304	-	3,304
Net cash receipts (disbursements)	-	(11,335)	-	(2,619)	(10,650)
Investing activities					
Purchase of investments	(2,959,134)	-	(762,930)	(6,003)	(3,728,067)
Proceeds from maturity of investments	2,938,393	-	715,869	6,142	3,660,404
Interest received from investments	8,405	(175)	4,693	408	13,331
Net cash receipts (disbursements)	(12,336)	(175)	(42,368)	547	(54,332)
Net Increase (decrease) in cash	10,001	(8,215)	572	31	2,389
Cash at beginning of year	18,309	14,803	196	31,948	65,256
Cash at end of period	\$ 28,310	\$ 6,588	\$ 768	\$ 31,979	\$ 67,645

Alaska Corporation for Affordable Housing	Total March 31, 2026
\$ -	\$ 135,841
-	266,690
-	(459,015)
-	-
-	414,187
-	(405,067)
(266)	(36,208)
(112)	(21,287)
4,127	2,938
3,749	(101,921)
-	44,911
-	30,770
-	(35,170)
33	-
-	(42,642)
-	356,101
-	(90,945)
-	(2,238)
-	(57,098)
-	99,192
-	(128,187)
-	(1,620)
-	-
33	173,074
-	(13,954)
-	3,304
-	(10,650)
-	(3,728,067)
-	3,660,404
200	13,531
200	(54,132)
3,982	6,371
6,499	71,755
\$ 10,481	\$ 78,126

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF CASH FLOWS

COMBINED – ALL MAJOR PROGRAMS

For the Nine Months Ended March 31, 2026

(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)	\$ (6,844)	\$ (12,675)	\$ 119,281	\$ (13,272)	\$ 86,490
<i>Adjustments:</i>					
Depreciation expense	787	371	-	3,951	5,109
Provision for loan loss	133	164	1,618	14	1,929
Net change in the fair value of investments	(2,621)	-	(2,718)	-	(5,339)
<i>Change in assets, liabilities and deferred resources:</i>					
Net (increase) decrease in mortgages and loans	(18,489)	165	(162,932)	(1,354)	(182,610)
Net increase (decrease) in assets, liabilities, and deferred resources	(12,449)	3,504	(1,880)	(424)	(11,249)
Net operating cash receipts (disbursements)	\$ (39,483)	\$ (8,471)	\$ (46,631)	\$ (11,085)	\$ (105,670)
Non-cash activities					
Deferred outflow of resources - derivatives	\$ -	\$ -	\$ 5,245	\$ -	\$ 5,245
Derivative instruments liability	-	-	(5,245)	-	(5,245)
Net change of hedge termination	-	-	306	-	306
Deferred outflow debt refunding	-	-	2,888	-	2,888
Total non-cash activities	\$ -	\$ -	\$ 3,194	\$ -	\$ 3,194

See accompanying notes to the financial statements.

<u>Alaska Corporation for Affordable Housing</u>	<u>Total March 31, 2026</u>
\$ (484)	\$ 86,006
-	5,109
619	2,548
-	(5,339)
(1,149)	(183,759)
<u>4,763</u>	<u>(6,486)</u>
<u>\$ 3,749</u>	<u>\$ (101,921)</u>
\$ -	\$ 5,245
-	(5,245)
-	306
-	2,888
<u>\$ -</u>	<u>\$ 3,194</u>

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FOR THE NINE MONTHS ENDED MARCH 31, 2026

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>
- 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>
- 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/acah>
- Alaska Sustainable Energy Corporation ("ASEC") incorporated on November 5, 2024, pursuant to House Bill No. 273 of the 2024 Legislature. <https://www.ahfc.us/about-us/subsidiaries/asec>

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Financial Reporting Entity

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

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

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

Basis of Accounting

The financial reporting entity utilizes the economic resource measurement focus and full accrual basis of accounting wherein revenues are recognized when earned and expenses when incurred. The financial statements have been prepared in conformity with generally accepted accounting principles ("GAAP") as prescribed by the Governmental

Accounting Standards Board (“GASB”). GASB is the accepted standard-setting body for governmental accounting and financial reporting principles as set forth in GASB’s pronouncements.

Basis of Presentation

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

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

Effective March 31, 2026, the Corporation adopted GASB 103, Financial Reporting Model Improvements. The Statement represents a significant update to governmental financial reporting to include changes in the presentation of Exhibit B. The Statement requires Exhibit B continue to distinguish between operating and nonoperating revenues and expenses, defines nonoperating revenues and expenses and introduces subsidy reporting. Additionally, a subtotal for operating income (loss) and noncapital subsidies is required to be presented before reporting other nonoperating revenues and expenses.

Nonoperating revenues and expenses include capital and noncapital subsidies received and provided, revenues and expenses related to financing, resources from the disposal of capital assets, investment income and expenses, and all transfers. Subsidies are resources received by the Corporation, for which the Corporation does not provide goods and services to the provider of these resources. Additionally, subsidies also include resources provided by the Corporation to entities for which these entities do not provide goods and services to the Corporation.

Major Funds and Component Unit

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

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

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

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

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

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

Restricted Net Position

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

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

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

Use of Estimates

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

Investments

All investments are stated at fair value.

Accrued Interest Receivable on Loans and Real Estate Owned

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

Loans and Allowances for Estimated Loan Losses

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

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

Real Estate Owned

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

Depreciation

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

Bonds

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

Deferred Debt Refunding Expenses

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

Pensions

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

Other Post-Employment Benefits

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

Compensated Absences

The Corporation provides paid leave for jury duty, active military service and personal reasons. Paid active military leave is limited to five days. Personal leave accrues at a rate based on the employee's years of service. Employees of the Corporation may not accumulate more than 1,000 hours of personal leave at the end of each twelve-month period for use in the following twelve-month period. The Corporation does not recognize a liability for court leave or active military leave because it is paid when it occurs. The Corporation recognizes a compensated absences liability for accrued personal leave that has not been settled as of the measurement date. Additions to the liability include the total of accrued personal leave calculated at the pay rate of employees as of the measurement date, and the Corporation's

portion of federal and state payroll taxes. Reductions of the liability include the total of personal leave used for time off, paid in cash or settled through contribution to a 457 Deferred Compensation Account.

Leases

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

Derivative Instruments-Interest Rate Swaps

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

Operating Revenues and Expenses

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

Income Taxes

The Corporation is exempt from federal and state income taxes.

3 CASH AND INVESTMENTS

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

	<u>March 31, 2026</u>
Restricted cash	\$ 58,022
Unrestricted cash	<u>20,104</u>
Carrying amount	<u>\$ 78,126</u>
Bank balance	<u>\$ 63,259</u>

Investment Valuation

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

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

Investment Maturities

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

Investment Maturities					
	Less Than 1 Year	1-5 Years	6-10 Years	More Than 10 Years	March 31, 2026
Securities of U.S. Government agencies and corporations	\$ 8,993	\$ 33,689	\$ -	\$ -	\$ 42,682
Commercial paper & medium-term notes	415,852	1,988	-	-	417,840
Corporate certificates of deposit	25,152	-	-	-	25,152
Guaranteed investment contracts	-	10,000	13,733	-	23,733
Money market funds	128,044	-	-	-	128,044
Total not including GeFONSI	<u>\$ 578,041</u>	<u>\$ 45,677</u>	<u>\$ 13,733</u>	<u>\$ -</u>	<u>\$ 637,451</u>
GeFONSI pool					<u>35,296</u>
Total AHFC investment portfolio					<u><u>\$ 672,747</u></u>

Restricted Investments

A large portion of the Corporation's investments, \$399,593,000, is restricted by bond resolutions, contractual agreements and statutory agreements. The remainder, \$273,154,000, is unrestricted.

Realized Gains and Losses

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

<u>Original Amount</u>	<u>March 31, 2026</u>
Ending unrealized holding gain	\$ 7,735
Beginning unrealized holding gain	<u>5,137</u>
Net change in unrealized holding gain	2,598
Net realized gain (loss)	<u>2,741</u>
Net increase (decrease) in fair value	<u><u>\$ 5,339</u></u>

Deposit and Investment Policies

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

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

- Obligations backed by the full faith and credit of the United States;
- Obligations of U.S. government-sponsored enterprises ("GSEs") and federal agencies not backed by the full faith and credit of the United States;
- Obligations of the World Bank rated at least "AA" by S&P or "Aa2" by Moody's or "AA" by Fitch if maturing in excess of one year or "A-1" by S&P or "P-1" by Moody's or "F1" by Fitch if maturing in one year or less;
- Money market funds rated at least "AAm" by S&P or "Aa-mf" by Moody's or "AAmmf" by Fitch;
- Banker's acceptances and negotiable certificates of deposit of any bank, the unsecured short-term obligations of which are rated at least "A-1" by S&P or "P-1" by Moody's or "F-1" by Fitch and which is incorporated under the laws of the United States of America or any state thereof and subject to supervision and examination by federal or state banking authorities, or which is a foreign bank with a branch or agency licensed under the laws of the United States of America or any state thereof and subject to supervision and examination by federal or state banking authorities, or which is a foreign bank having a long-term issuer rating of at least "AA" from S&P or "Aa2" from Moody's or "AA" from Fitch;

- Commercial paper, including asset-backed commercial paper, rated at least “A-1” by S&P or “P-1” by Moody’s or “F1” by Fitch;
- Repurchase agreements (“repos”) where: the counterparty is designated as a primary dealer by the Federal Reserve and has a long-term debt rating of at least “A” by S&P or “A” by Moody’s or “A” by Fitch or a short-term rating of at least “A-1” by S&P or “P-1” by Moody’s or “F-1” by Fitch; collateral is pledged at a minimum level of 102%, valued on a daily basis with a one-business-day cure period; the term of such repurchase agreement is one week or less; a third-party custodian acting as the Corporation’s agent has possession of the collateral and holds such collateral in the Corporation’s name; the agreement is evidenced by standard documents published by the Securities Industry and Financial Markets Association (“SIFMA”); and the securities to be repurchased are obligations backed by the full faith and credit of the United States or obligations of U.S. government-sponsored enterprises and federal agencies not backed by the full faith and credit of the United States or obligations of the World Bank rated at least “AA” by S&P or “Aa2” by Moody’s or “AA” by Fitch if maturing in excess of one year or “A-1” by S&P or “P-1” by Moody’s or “F1” by Fitch if maturing in one year or less;
- Guaranteed investment contracts with a financial institution having outstanding unsecured long-term obligations rated, or an investment agreement rating of, at least “AA” by S&P or “Aa2” by Moody’s or “AA” by Fitch, or, if the term is one year or less, at least “A-1” by S&P or “P-1” by Moody’s or “F-1” by Fitch;
- Fixed and floating-rate notes and bonds, other than commercial paper, issued by corporate or municipal obligors and rated at least “AA” by S&P or “Aa2” by Moody’s or “AA” by Fitch if maturing in excess of one year, or at least “A-1” by S&P or “P-1” by Moody’s or “F1” by Fitch if maturing, or with a provision for investor withdrawal or put at par, in one year or less;
- Asset-backed securities, other than asset-backed commercial paper, rated at least “AA+” by S&P or “Aa1” by Moody’s or “AA+” by Fitch; and
- Investment pools managed by the State of Alaska, including the General Fund and Other Non-Segregated Investments (“GeFONSI”) pool.

Credit Risk

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

The credit quality ratings of the Corporation’s investments as of March 31, 2026, as determined by nationally recognized statistical rating organizations, are shown below (in thousands), and do not include investments held by GeFONSI pool.

	S&P	Moody's	Investment Fair Value
Securities of U.S. Government agencies & corporations, commercial paper (“CP”), medium-term notes, guaranteed investment contracts (“GIC”) & certificates of deposit (“CD”):	A-1+	P-1	\$ 100,668
	AA+	Aa1	33,689
	AA+	Aa3	13,733
	A-1+	NA	250
	A-1	P-1	175,383
	A+	Aa3	10,000
	A-1	P-2	46,402
	A-1	NA	23,926
	A-2	P-1	43,430
	A-2	P-2	61,175*
	NA	P-1	751
Money market funds (“MMF”):	AAAm	Aaa-mf	128,044
			<u>\$ 637,451</u>

* Investments are eligible through their Fitch rating.

Concentration Risk

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

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

Investment Holdings Greater than Five Percent of Total Portfolio

The following investment holdings, summarized by issuer, include both investments that are governed by the maximum concentration limits of the Corporation's Fiscal Policies and trusted investments which have no established concentration limits. As of March 31, 2026, 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	\$ 73,388	10.91%	MMF
Invesco Ltd.	34,528	5.13%	MMF
	\$ 107,916		

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 \$63,259,000 bank balance as of March 31, 2026, cash deposits in the amount of \$1,207,000 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 March 31, 2026, in thousands:

Issuer	Investment Fair Value	Modified Duration
Securities of U.S. Government agencies and corporations:		
Federal agency pass through securities	\$ 42,682	3.519
Certificate of deposit	25,152	0.107
Commercial paper & medium-term notes:		
Commercial paper discounts	410,230	0.131
Medium-term notes	7,610	0.708
Guaranteed investment contracts	23,733	6.811
Money market funds	128,044	0.000
Portfolio modified duration	\$ 637,451	0.555

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 \$35,296,000 as of March 31, 2026.

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

4 INTERFUND RECEIVABLE/PAYABLE

A summary of the interfund receivable/payable balance as of March 31, 2026, 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	\$ -	\$ 8,533	\$ -	\$ 2,512	\$ 119	\$ 11,164
	Grant programs	6,354	-	-	-	1,423	7,777
	Mortgage or bond programs	44,080	-	-	-	-	44,080
	Other funds or programs	428	-	-	-	-	428
	Total	\$ 50,862	\$ 8,533	\$ -	\$ 2,512	\$ 1,542	\$ 63,449

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

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

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

5 MORTGAGE LOANS, NOTES AND OTHER LOANS

A summary of mortgage loans, notes and other loans as of March 31, 2026, is shown below (in thousands):

	March 31, 2026
Mortgage loans	\$ 3,712,814
Multifamily loans	349,665
Other notes receivable	79,044
	4,141,523
Less: allowance for losses	(60,654)
Net mortgages, notes & other loans	\$ 4,080,869

Of the \$4,141,523,000 mortgage loans, notes, and other loans, \$122,537,000 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 \$37,230,000. Included in the allowance for losses is \$13,031,000 for ACAH's notes receivable, bringing ACAH's net notes receivable to \$24,199,000.

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

	March 31, 2026
Loans delinquent 30 days or more	\$ 94,680
Foreclosures during reporting period	3,143
Loans in foreclosure process	8,250
<u>Mortgage-related commitments:</u>	
To purchase mortgage loans	\$ 85,754

6 INSURANCE AGREEMENTS

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

7 LEASES

Lease Liability and Asset

As of March 31, 2026, the Corporation recognized a total \$1,470,000 Lease Liability, consisting of \$141,000 Current Lease Liability and \$1,329,000 Long term Lease Liability. Also recognized are \$2,006,000 Right-of-Use Asset and related accumulated amortization of \$678,000. The Corporation, as a Lessee, records the Right-of-Use Asset and Lease Liability at the present value of future lease payments, discounted at a weighted-average discount rate based on the Corporation's incremental borrowing rate of 5%, subject to annual reassessment.

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

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

<u>Date</u>	<u>Interest Due</u>	<u>Principal Due</u>
6/30/2026	\$ 13	\$ 22
6/30/2027	69	142
6/30/2028	62	150
6/30/2029	54	141
6/30/2030	48	119
2031 and thereafter	\$ 241	\$ 896

Lease Receivable

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

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

As of March 31, 2026, the Corporation recognized a Lease Receivable valued at \$7,362,000, measured based on the discounted future lease payments at the Corporation's incremental borrowing rate of 5% subject to annual reassessment. The following table details the components of the Lease Receivable and shows the future minimum payments under the lease for the next two years (in thousands):

<u>Future Minimum Payments Due</u>	<u>Total</u>
<u>Twelve Months Ending March 31,</u>	
2027	\$ 3,304
2028	<u>3,303</u>
Gross payments due	6,607
Plus: interest amortization adjustments	<u>755</u>
Net lease receivable – Pacillo parking garage	<u>\$ 7,362</u>

The Corporation receives lease payments from leasing certain properties to a local charitable organization in the form of a monthly utility offset payment. The lease term commenced on April 1, 2009, and ended June 30, 2019. The Corporation opted to renew for an additional 10-year period, which terminates this lease in March 2029. As of March 31, 2026, the Corporation recognized a Lease Receivable of \$47,000 from this lease, measured at the present value of the expected future lease payments to be received during the lease term, discounted at a 5% incremental borrowing rate subject to annual reassessment.

ACAH receives lease payments from leasing various properties in Anchorage, Wasilla, and Fairbanks in the form of monthly and annual payments. The lease terms expire at various dates through 2078 and provide for renewal options of one year. As of March 31, 2026, ACAH recognized a Lease Receivable of \$3,264,000 measured at the present value of future lease receivable expected to be received during the lease term, discounted at the 5% incremental borrowing rate.

As of March 31, 2026, AHFC recognized a combined total Lease Receivable as follows (in thousands):

Lease Receivable	March 31, 2026
Pacillo parking garage	\$ 7,362
ACAH properties	3,264
Leases to charitable organizations	47
Total lease receivable	\$ 10,673

8 CAPITAL ASSETS

Capital assets activity for the nine months ended March 31, 2026, and a summary of balances is shown below (in thousands):

Issuer	July 1, 2025	Additions	Reductions	March 31, 2026
Non-Depreciable Capital Assets:				
Land	\$ 22,411	\$ 11,335		\$ 33,746
Construction in progress	-	2,629	(10)	2,619
Total non-depreciable	22,411	13,964	(10)	36,365
Depreciable Capital Assets:				
Buildings	259,405	-	-	259,405
Computers & equipment	4,319	-	-	4,319
Vehicles	4,013	70	-	4,083
Less: accumulated depreciation				
Buildings	(206,740)	(4,462)	-	(211,202)
Computers & equipment	(3,899)	(212)	-	(4,111)
Vehicles	(2,791)	(268)	-	(3,059)
Total depreciable, net	54,307	(4,872)	-	49,435
Total Capital Assets, Net	\$ 76,718	\$ 9,092	\$ (10)	\$ 85,800

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

Depreciation expense charged by the Corporation was \$4,942,000 for the nine months ended March 31, 2026.

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 \$8,127,000 as of March 31, 2026.

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.

On September 25, 2025, AHFC closed on the purchase of land from the University of Alaska in Anchorage for a total amount of \$11,335,000. To fund the acquisition, a sum of \$10,835,000 was used from residual Emergency Rental Assistance Program funding through the U.S. Department of Treasury for future housing development. The remaining sum of \$500,000 was utilized from the Statewide Housing Development Program. The purchased land will be disposed of at a later date to the Corporation's grant sub-recipients for the development of low income housing.

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. As of March 31, 2026, AHFC recognized a combined total deferred outflows of \$41,282,000 as follows:

- Interest rate swap derivatives of \$24,984,000.
- Deferred debt refunding expense of \$10,321,000.
- Pension deferred outflows of \$2,485,000.
- Other post-employment benefits deferred outflows of \$3,492,000.

10 BONDS PAYABLE

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

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

Bonds outstanding as of March 31, 2026, are as follows (in thousands):

	Original Amount	March 31, 2026
Housing Bonds:		
Home Mortgage Revenue Bonds, Tax-Exempt:		
• 2002 Series A; floating rate*; 2.70% at March 31, 2026, due 2032-2036	\$ 170,000	\$ 19,935
Unamortized swap termination penalty		(510)
• 2007 Series A; floating rate*; 2.37% at March 31, 2026, due 2026-2041	75,000	57,790
• 2007 Series B; floating rate*; 2.38% at March 31, 2026, due 2026-2041	75,000	57,790
• 2007 Series D; floating rate*; 2.37% at March 31, 2026, due 2026-2041	89,370	68,840
• 2009 Series A; floating rate*; 2.37% at March 31, 2026, due 2026-2040	80,880	65,565
• 2009 Series B; floating rate*; 2.38% at March 31, 2026, due 2026-2040	80,880	65,565
• 2009 Series D; floating rate*; 2.42% at March 31, 2026, due 2026-2040	80,870	65,550
Total Home Mortgage Revenue Bonds, Tax Exempt	652,000	400,525
Collateralized Bonds (Veterans Mortgage Program), Tax-Exempt:		
• 2016 First and Second Series; 1.90% to 2.90%, due 2026-2037	50,000	20,795
• 2019 First and Second Series; 2.30% to 4.00%, due 2026-2048	60,000	8,650
Unamortized premium		137
• 2023 First Series; 3.15% to 4.65%, due 2027-2052	49,900	49,900
• 2024 First Series; 3.25% to 4.65%, due 2027-2053	75,000	75,000
Unamortized discount		(403)
• 2025 First Series; 2.50% to 5.00%, due 2026-2054	100,000	100,000
Total Collateralized Bonds (Veterans Mortgage Program), Tax Exempt	334,900	254,079

	Original Amount	March 31, 2026
Housing Bonds (cont.):		
General Mortgage Revenue Bonds II, Tax-Exempt:		
• 2016 Series A; 2.15% to 3.00%, due 2026-2033	100,000	25,880
• 2018 Series A; 2.85% to 4.00%, due 2026-2048	109,260	13,325
Unamortized premium		373
• 2018 Series B; 5.00%, due 2031	58,520	28,465
Unamortized premium		2,080
• 2019 Series A; 1.65% to 3.75%, due 2026-2044	136,700	72,955
Unamortized premium		510
• 2019 Series B; 5.00%, due 2030-2033	24,985	19,985
Unamortized premium		2,445
• 2020 Series A; 1.05% to 3.25%, due 2026-2044	135,170	86,385
Unamortized premium		1,514
• 2020 Series B; 2.00% to 5.00%, due 2030-2035	74,675	74,675
Unamortized premium		7,017
• 2022 Series A; 0.80% to 3.00%, due 2026-2051	39,065	29,255
Unamortized premium		573
• 2022 Series B; 1.65% to 5.00%, due 2030-2036	83,730	83,730
Unamortized premium		9,692
• 2022 Series C; 3.00% to 5.75%, due 2026-2052	87,965	74,150
Unamortized premium		1,678
• 2024 Series A; 3.25% to 6.00%, due 2026-2054	75,000	71,565
Unamortized premium		1,570
• 2024 Series B; 3.63% to 5.00%, due 2031-2036	48,120	48,120
Unamortized premium		2,877
• 2025 Series A; 3.00% to 6.00%, due 2026-2054	110,000	108,495
Unamortized premium		2,183
• 2026 Series A; 3.35% to 6.00%, due 2026-2056	106,400	106,400
Unamortized premium		4,396
Total General Mortgage Revenue Bonds II, Tax-Exempt	1,189,590	880,293
General Mortgage Revenue Bonds II, Taxable:		
• 2024 Series C; 4.81% to 6.25%, due 2026-2053	120,000	113,455
Unamortized premium		884
Total General Mortgage Revenue Bonds II, Taxable	120,000	114,339
Governmental Purpose Bonds, Tax-Exempt:		
• 2001 Series A; floating rate*; 2.42% at March 31, 2026, due 2026-2030	76,580	20,025
Unamortized swap termination penalty		(792)
• 2001 Series B; floating rate*; 2.42% at March 31, 2026, due 2026-2030	93,590	24,465
Total Governmental Purpose Bonds, Tax Exempt	170,170	43,698
Total Housing Bonds	2,466,660	1,692,934

	Original Amount	March 31, 2026
Non-Housing Bonds:		
State Capital Project Bonds II, Tax-Exempt:		
• 2017 Series A; 4.00% to 5.00%, due 2026-2032	143,955	89,845
Unamortized premium		3,882
• 2017 Series C; 5.00%, due 2026-2032	43,855	28,580
Unamortized premium		1,141
• 2018 Series B; 3.13% to 5.00%, due 2026-2038	35,570	26,710
Unamortized discount		(36)
Unamortized premium		1,505
• 2019 Series B; 4.00% to 5.00%, due 2026-2039	60,000	47,510
Unamortized premium		4,333
• 2021 Series A; 4.00% to 5.00%, due 2026-2030	90,420	72,610
Unamortized premium		5,483
• 2022 Series B; 4.00% to 5.00%, due 2026-2037	97,700	78,945
Unamortized discount		(29)
Unamortized premium		4,183
• 2023 Series A; 5.00% to 5.25%, due 2027-2041	99,995	99,995
Unamortized premium		6,768
• 2024 Series A; 5.00%, due 2027-2039	127,100	127,100
Unamortized premium		12,719
• 2025 Series A; 5.00%, due 2027-2033	133,000	133,000
Unamortized premium		9,723
Total State Capital Project Bonds II, Tax-Exempt	831,595	753,967
State Capital Project Bonds II, Taxable:		
• 2017 Series B; floating rate*; 3.72% at March 31, 2026, due 2047	150,000	90,000
• 2018 Series A; floating rate*; 3.72% at March 31, 2026, due 2031-2043	90,000	90,000
• 2019 Series A; floating rate*; 3.72% at March 31, 2026, due 2033-2044	140,000	140,000
• 2020 Series A; 1.40% to 2.18%, due 2026-2033	96,665	87,280
• 2022 Series A; floating rate*; 3.72% at March 31, 2026, due 2037-2052	200,000	200,000
Total State Capital Project Bonds II, Taxable	676,665	607,280
Total Non-Housing Bonds	1,508,260	1,361,127
Total Bonds Payable	\$ 3,974,920	\$ 3,054,181

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

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

Assets Pledged as Collateral for Debt

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

	Mortgages	Investments	Leases	Total
Housing	\$ 2,246,091	\$ 136,748	\$ -	\$ 2,382,839
Non-housing	-	-	7,362	7,362
Total	\$ 2,246,091	\$ 136,748	\$ 7,362	\$ 2,390,201

Redemption Provisions

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

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

During the nine months ended March 31, 2026, the Corporation made special redemptions in the amount of \$74,175,000, of which \$31,045,000 was from a prior period defeasance.

Bond Defeasances

There were no new bond defeasances during the nine months ending March 31, 2026. As of March 31, 2026, there is no defeased debt to be redeemed.

Debt Service Requirements*

For all bonds in the preceding schedules, excluding any defeased bonds, the Corporation's annual debt service requirements through 2031, and in five year increments thereafter to maturity, follows (in thousands):

Twelve Months Ending March 31,	Housing Bond Debt Service		Non-Housing Bond Debt Service		Total Debt Service		Total
	Principal***	Interest**	Principal***	Interest**	Principal***	Interest**	
2027	\$ 52,285	\$ 62,959	\$ 47,155	\$ 54,121	\$ 99,440	\$ 117,080	\$ 216,520
2028	58,115	62,949	102,165	51,613	160,280	114,562	274,842
2029	55,770	61,271	79,790	46,617	135,560	107,888	243,448
2030	58,595	59,550	80,090	43,050	138,685	102,600	241,285
2031	83,565	57,569	82,815	40,293	166,380	97,862	264,242
32-36	532,280	226,042	336,810	149,284	869,090	375,326	1,244,416
37-41	320,270	153,170	240,190	92,263	560,460	245,433	805,893
42-46	171,975	103,004	161,295	48,469	333,270	151,473	484,743
47-51	180,330	64,056	159,545	18,170	339,875	82,226	422,101
52-56	137,220	17,935	21,720	821	158,940	18,756	177,696
57-61	6,305	285	-	-	6,305	285	6,590
	<u>\$ 1,656,710</u>	<u>\$ 868,790</u>	<u>\$ 1,311,575</u>	<u>\$ 544,701</u>	<u>\$ 2,968,285</u>	<u>\$ 1,413,491</u>	<u>\$ 4,381,776</u>

* Also see Note 11 – Derivatives.

** Interest requirements have been computed for hedged variable rate bonds using the associated fixed swap rates and for unhedged variable rate bonds using interest rates in effect at March 31, 2026.

*** Excludes unamortized premiums and discounts.

Events of Default

Significant finance-related events of default with respect to the Corporation's outstanding housing, non-housing, and direct placement bonds include a failure to repay principal at stated maturity or upon redemption; a failure to pay interest when due; and a continued failure to comply with, or default in the performance or observance of, certain other covenants, agreements or conditions in the Indenture 45 days after having received written notice thereof. There were no events of default during the nine months ending March 31, 2026.

Conduit Debt

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

A summary of all conduit debt as of March 31, 2026, follows (in thousands):

	Balance
Revenue Bonds, 2025 (ACAH Valdez)	\$ 8,938
Revenue Bonds, 2025 (Ketchikan PSH)	2,205
Revenue Bonds, 2024 (Chenana)	7,425
Revenue Bonds, 2021 (Little Dipper Project)	4,237
Total	<u>\$ 22,805</u>

11 DERIVATIVES

The Corporation entered into certain derivatives contracts to reduce its overall cost of capital and protect against the risk of rising interest rates. The Corporation's derivatives consist of interest rate swap agreements entered into in connection with its long-term variable rate bonds. The interest rate swaps are pay-fixed, receive-variable agreements, and were entered into at a cost less than what the Corporation would have paid to issue conventional fixed-rate debt. The swaps are recorded and disclosed as either hedging derivatives or investment derivatives. The synthetic instrument method was used to determine whether or not the derivatives constitute effective hedges. The fair values of the hedgeable derivatives and investment derivatives are presented in the Statement of Net Position, either as a derivative liability (negative fair value amount) or as a derivative asset (positive fair value amount). If a swap changes from a hedgeable derivative to an investment derivative, the hedge is considered terminated and the accumulated change in fair value is no longer deferred but recognized as a revenue item.

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

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

The Corporation's interest rate swaps require that if the ratings on the associated bonds fall to "BBB+/Baa1", the Corporation would have to post collateral of up to 100 percent of the swap's fair value. As of March 31, 2026, the Corporation had not posted any collateral and was not required to post any collateral.

Hedging Derivatives

The significant terms and credit ratings of the Corporation's hedging derivatives as of March 31, 2026, are shown below:

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

- | | |
|--|-----------------------------------|
| 1. Standard & Poor's/Moody's | 4. Home Mortgage Revenue Bonds |
| 2. Governmental Purpose Bonds | 5. State Capital Project Bonds II |
| 3. SOFR-Secured Overnight Finance Rate | |

The change in fair value and ending balance of the hedging derivatives as of March 31, 2026, is shown below (in thousands). The fair value is reported as a deferred outflow / inflow of resources in the Statement of Net Position.

Related Bond Issue	Notional Amounts	Present Values	Fair Value		Change in Fair Value
			March 31, 2026	June 30, 2025	
GP01B	\$ 24,465	\$ 25,414	\$ (949)	\$ (1,314)	\$ 365
E021A	19,935	20,116	(181)	(292)	111
E071AB	110,652	117,645	(6,993)	(8,391)	1,398
E071BD	73,768	78,376	(4,608)	(5,539)	931
E091A	59,004	62,705	(3,701)	(4,434)	733
E091B	59,004	62,705	(3,701)	(4,434)	733
E091ABD	78,672	83,523	(4,851)	(5,825)	974
SC19A	140,000	137,803	2,197	1,701	496
	<u>\$ 565,500</u>	<u>\$ 588,287</u>	<u>\$ (22,787)</u>	<u>\$ (28,528)</u>	<u>\$ 5,741</u>

As of March 31, 2026, 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 March 31,	VRDO Principal	VRDO Interest	Swap Net Payments	Total Payments
2026	\$ 11,890	\$ 7,723	\$ 1,694	\$ 21,307
2027	24,630	15,052	3,217	42,899
2028	25,820	14,475	2,968	43,263
2029	27,045	13,803	2,696	43,544
2030	168,345	10,518	2,814	181,677
2031-2035	125,655	29,847	12,244	167,746
2036-2040	148,840	14,071	5,801	168,712
2041-2045	33,275	685	282	34,242
	<u>\$ 565,500</u>	<u>\$ 106,174</u>	<u>\$ 31,716</u>	<u>\$ 703,390</u>

Credit Risk

As of March 31, 2026, the Corporation was exposed to credit risk on its State Capital Project Bonds II 2019 Series A, to the extent of the associated swap's positive fair value of \$2,197,000. The Corporation was not exposed to credit risk on its remaining swap agreements because these swaps all have negative fair values.

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

The Corporation currently has swap agreements with five separate counterparties. Approximately 85.2% of the total notional amount of the swaps is held with three counterparties rated "AA-/Aa2". The remaining swaps are held by two counterparties rated "A+/Aa2", approximating 14.8% of the total notional amount of the swaps.

Interest Rate Risk

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

Basis Risk

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

As of March 31, 2026, the Corporation's interest rate swaps were based on the SOFR index, while its variable rate bonds were based on SOFR or SIFMA indexes.

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

Termination Risk

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

Rollover Risk

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

12 OTHER CURRENT LIABILITIES

Other Current Liabilities as of March 31, 2026, are composed of the accounts and balances as follows (in thousands):

Other Current Liabilities	March 31, 2026
Accounts payable	\$ 1,346
Accrued payroll	6,533
Lease liability	141
Other miscellaneous liabilities	919
Service fees payables	907
Unearned grant revenue	22,357
Total	<u>\$ 32,203</u>

13 LONG TERM LIABILITIES

Activity for the nine months ended March 31, 2026, is summarized in the following schedule (in thousands):

	July 1, 2025	Additions	Reductions	March 31, 2026	Due Within One Year
Total bonds and notes payable	\$ 2,802,648	\$ 355,189	\$ (103,656)	\$ 3,054,181	\$ 99,440
Compensated absences	3,571	2,604	(2,404)	3,771	2,778
Lease liability	1,333	415	(278)	1,470	141
Other liabilities	189	175	(173)	191	-
Total long-term liabilities	\$ 2,807,741	\$ 358,383	\$ (106,511)	\$ 3,059,613	\$ 102,359

14 SHORT TERM DEBT

The Corporation has a taxable commercial paper program. Commercial paper is used to refund certain tax-exempt debt until new debt replaces it. Individual maturities range up to 270 days from date of issuance. The maximum aggregate outstanding principal balance authorized by the Corporation's Board of Directors is \$150,000,000. The lowest yield during the nine months ended March 31, 2026, was 3.92%, and the highest was 4.35%.

Short term debt activity for the nine months ended March 31, 2026, is summarized in the following schedule (in thousands):

	July 1, 2025	Additions	Reductions	March 31, 2026
Commercial paper	\$ 128,187	\$ 100,795	\$ (128,187)	\$ 100,795
Unamortized discount	(694)	(669)	1,105	(258)
Commercial paper, net	\$ 127,493	\$ 100,126	\$ (127,082)	\$ 100,537

15 DEFERRED INFLOWS OF RESOURCES

The Government Accounting Standards Board has defined deferred inflows of resources as the acquisition of resources that are applicable to a future period. As of March 31, 2026, AHFC recognized a combined total deferred inflows of \$12,684,000 as follows:

- Other Post-Employment Benefits ("OPEB") related deferred inflows totaled \$438,000, consisting of the sum of a) the difference of actuarial benefit assumptions vs. actual benefit experience in the amount of \$142,000 b) the net effect of changes in actuarial assumptions in the amount of \$266,000 and c) changes in proportional contribution levels among participating employers totaling \$30,000.
- Lease-related deferred inflows totaled \$10,049,000, consisting of one or more leases with local charitable organizations totaling \$36,000, with the Corporation's affordable housing subsidiary, the Alaska Corporation for Affordable Housing, totaling \$3,043,000, and the Pacillo Parking Garage lease in the amount of \$6,970,000.
- Derivatives-related deferred inflows totaled \$2,197,000.

16 TRANSFERS

Transfers for the nine months ended March 31, 2026, 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	\$ -	\$ 74	\$ 536,824	\$ 6,463	\$ 765	\$ 544,126
Grant programs	20,779	-	-	-	-	20,779
Mortgage or bond programs	421,338	-	-	-	-	421,338
Other funds or programs	7,704	-	-	-	-	7,704
Alaska Corporation for Affordable Housing	864	-	-	-	-	864
Total	\$ 450,685	\$ 74	\$ 536,824	\$ 6,463	\$ 765	\$ 994,811

Transfers are used to:

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

17 OTHER CREDIT ARRANGEMENTS

The Corporation currently has certain outstanding debt obligations in relation to which it has entered into standby bond purchase agreements ("SBPAs") to guarantee the payment of debt service in the event of unremarketed tenders. Additionally, 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. The Corporation also has two standby LOCs ("S-LOC") totaling \$320 million to secure debt issued under the State Capital Project Bonds II indenture and the Corporation's Commercial Paper Notes program.

As of March 31, 2026, the Corporation had the following available unused credit lines (in thousands):

	Credit Type	Counterparty Short-Term Ratings		Available Unused Lines of Credit
		S&P	Moody's	
Home Mortgage Revenue Bonds, 2002 Series A	SBPA	A-1+	P-1	\$ 19,935
Home Mortgage Revenue Bonds, 2007 Series A, B, D	SBPA	A-1+	P-1	184,420
Home Mortgage Revenue Bonds, 2009 Series A	SBPA	A-1+	P-1	65,565
Home Mortgage Revenue Bonds, 2009 Series B	SBPA	A-1+	P-1	65,565
Home Mortgage Revenue Bonds, 2009 Series D	SBPA	A-1+	P-1	65,550
Governmental Purpose Bonds, 2001 Series A & B	SBPA	A-1+	P-1	44,490
State Capital Project Bonds II, 2022 Series A	D-LOC	A-1	P-1	200,000
State Capital Project Bonds II & commercial paper	S-LOC	A-1	P-1	180,000
State Capital Project Bonds II & commercial paper	S-LOC	A-1+	P-1	140,000
Total				\$ 965,525

18 YIELD RESTRICTION AND ARBITRAGE REBATE

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

Non-mortgage investments made under the Corporation's tax-exempt mortgage revenue bond programs are subject to rebate provisions or restricted as to yields. The rebate provisions require that a calculation be performed every five years and upon full retirement of the bonds to determine the amount, if any, of excess yield earned. As of March 31, 2026, no rebate payments were due to the Internal Revenue Service, but the Corporation accrued the following rebate-related liabilities net of receivable:

Bond Issue	March 31, 2026
Collateralized Bonds (Veterans Mortgage Program), 2023 First Series	\$ 8,000
General Mortgage Revenue Bonds II, 2022 Series AB	468,000
General Mortgage Revenue Bonds II, 2022 Series C	77,000
General Mortgage Revenue Bonds II, 2024 Series ABC	<u>55,000</u>
Total liabilities	608,000
Less receivable: Governmental Purpose Bonds, 2001 Series AB	<u>(911,000)</u>
Net total	<u><u>\$ (303,000)</u></u>

19 STATE AUTHORIZATIONS AND COMMITMENTS

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

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

The projected amounts stated in the legislative intent language were based on the Corporation's financial operating plan and represent the total amount of anticipated State transfers and capital expenditures rather than projected "net income". The following table shows the cumulative total of all dividends due and payable to the State since 1991, and the remaining commitment as of March 31, 2026 (in thousands):

	Dividend Due to State	Expenditures	Remaining Commitments
State general fund transfers	\$ 799,514	\$ (788,948)	\$ 10,566
State capital projects debt service	516,242	(512,952)	3,290
State of Alaska capital projects	307,265	(272,240)	35,025
AHFC capital projects	711,257	(598,490)	112,767
Total	<u>\$ 2,334,278</u>	<u>\$ (2,172,630)</u>	<u>\$ 161,648</u>

Transfer Plan with the State

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

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

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

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

20 HOUSING GRANTS AND SUBSIDIES EXPENSES

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

	March 31, 2026
Beneficiaries and Special Needs Housing	\$ 1,147
Competitive Grants for Public Housing	22
Continuum of Care Homeless Assistance	1,315
COVID-19 American Rescue Plan Act - Homeless Assistance	8,412
COVID-19 American Rescue Plan Act - Homeowner Assistance	119
COVID-19 American Rescue Plan Act	390
COVID-19 American Rescue Plan Act-Tribal	101
Domestic Violence	1,679
Discharge Incentive grant - Operating	200
Emergency Housing Vouchers (EHV)	842
Emergency Shelter Grant (ESG)	159
Energy Efficiency Monitoring Research	9
Energy Efficient Weatherization	851
Energy Residential Program	4
Foster Youth to Independence	94
HOME Investment Partnership	1,473
Homeless Assistance Program (HAP)	4,649
Housing Choice Vouchers	30,138
Housing Choice Voucher - Mainstream	620
Housing Grants Individuals	1,220
Housing Loan Program	8,704
Housing Opportunities for Persons with AIDS	254
Housing Trust Fund	900
Low Income Weatherization Assistance	2,562
Low Income Home Energy Assistance	1,132
Making a Home	3
Neighborhood Stabilization Program	45

Non-Elderly Disabled (NED)	296
Re-entry Housing & Support	58
Returning Home	328
Section 811 Rental Housing Assistance	445
Section 8 Rehabilitation	485
Senior Citizen Housing Development Grant	1,758
Stability Vouchers (S8/TBRA)	2
Supplemental Housing Grant	2,330
Veterans Affairs Supportive Housing	2,275
Victims of Human Trafficking	162
Youth (TBRA) Operating	16
Youth (TBRA)	11
Total Housing Grants and Subsidies Expenses	\$ 75,210

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

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

In addition to grant payments made, the Corporation advanced grant funds of \$14,446,000, and committed to third parties a sum of \$52,727,000 in grant awards as of March 31, 2026.

21 PENSION AND POST-EMPLOYMENT HEALTHCARE PLANS

Description of Plans

As of March 31, 2026, 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/dr/b/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 2026, 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 6.33%, the difference between the actuarial required contribution of 28.33% for fiscal year 2026 and the employer rate of 22.00%.

The Corporation's contributions to the Defined Benefit pension plan for the nine months ended March 31, 2026, totaled \$1,264,000.

Pension Liability:

The pension liability for the nine months ended March 31, 2026 is not available at this time.

For the year ended June 30, 2025, the Corporation reported a liability for its proportionate share of net pension liability of \$33,945,000. This amount reflected State pension support provided to the Corporation of \$12,692,000. The total net pension liability associated with the Corporation was \$46,637,000.

The net pension liability for the June 30, 2024 measurement date, and the total pension liability used to calculate the new pension liability was determined by an actuarial valuation as of June 30, 2023, and rolled forward to June 30, 2024.

	June 30, 2023 Measurement Date Employer Proportion	June 30, 2024 Measurement Date Employer Proportion	Change
Corporation's proportionate share of the net pension liability	0.61892%	0.65883%	(0.03991%)

Pension Expense:

The pension expense for the nine months ended March 31, 2026 is not available at this time.

For the year ended June 30, 2025, the Corporation recognized pension expense of \$5,116,000 and revenue of \$1,079,000 for support provided by the State.

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

The deferred outflow of resources and deferred inflow of resources for the nine months ended March 31, 2026 are not available at this time.

For the year ended June 30, 2025, the Corporation's deferred outflows of resources related to pension expense of \$2,485,000 were due to the difference between projected and actual investment earnings of \$326,000, and contributions to the pension plan subsequent to the measurement date of \$2,159,000. 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, 2026. 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
2026	\$ 1,249	\$ -	\$ 1,249
2027	1,693	-	1,693
2028	(250)	-	(250)
2029	(207)	-	(207)
	\$ 2,485	\$ -	\$ 2,485

Pension Employer Contributions:

In 2025, the Corporation was credited with the following contributions to the PERS plan:

	Measurement Period Corporation FY24	Measurement Period Corporation FY23
Employer PERS contributions	\$ 3,689,000	\$ 3,550,000

Pension and OPEB Actuarial Assumptions:

The total pension and OPEB Liability for the fiscal year ending June 30, 2025, was determined by an actuarial valuation as of June 30, 2023, rolled forward to the measurement date of June 30, 2024. The valuation was prepared assuming an inflation rate of 2.50%. Salary increases were determined by grading by service to range from 6.75% to 2.85%. The investment rate of return was calculated at 7.25%, net of pension and OPEB plan investment expenses, based on an average inflation rate of 2.50% and a real return of 4.75%.

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

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

Best estimates of arithmetic real rates of return, excluding the inflation component of 2.39%, for each major asset class included in the OPEB plan's target asset allocation are summarized in the following table:

Asset Class	Long-term Expected Real Rate of Return
Broad domestic equity	5.48%
Global equity (non-U.S.)	7.14%
Global equity	5.79%
Aggregate bonds	2.10%
Real assets	4.63%
Private equity	8.84%
Cash equivalents	0.77%

Pension Discount rate:

The discount rate used to measure the total pension liability was 7.25%. The projection of cash flows used to determine the discount rate assumed that the Corporation and non-employer State contributions will continue to follow the current funding policy, which meets State statutes. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

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

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

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Corporation's proportionate share of the net pension liability	\$ 45,218	\$ 33,945	\$ 24,405

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

Employee Benefits:

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

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

Funding Policy:

Under State law, covered employees are required to contribute 8% of their annual covered salary to the pension plan and are not required to contribute to the post-employment healthcare plan. Employer contribution rates for fiscal year 2026 are as follows:

	Other Tier IV
Pension employer contribution	5.00%
Occupational death and disability benefits (ODD)	0.24%
Retiree medical	0.86%
Total OPEB	1.10%
Total contribution rates	6.10%

Under State law, the Corporation is required to contribute 22% of annual covered salary. For fiscal year 2026, 6.10% of covered salary is split between 5.00% for the pension plan and 1.10% for the post-employment healthcare plan. Then, to offset additional individual post-employment healthcare cost, an annual flat dollar amount of \$2,467.92, representing 3% of total annual covered compensation in the Plan for each full-time employee, and \$1.58 per hour for part-time employees, is deposited in a Health Reimbursement Arrangement ("HRA") Account for each covered employee per AS 39.30.370.

Additionally, if the total amount that the Corporation has contributed for the defined contribution pension and post-employment healthcare plans is less than 22% of covered payroll after the HRA contributions, the Corporation must pay that additional amount. This additional amount is used to reduce the defined benefit plan's unfunded liability. For the nine months ended March 31, 2026, the Corporation paid additional contributions of \$1,287,000. All of the contributions were for the defined benefit pension as of March 31, 2026.

The contributions to the pension plan for the nine months ended March 31, 2026, by the employees totaled \$1,150,000 and by the Corporation totaled \$719,000.

The contributions to Other Post-Employment Benefits ("OPEB") plan by the Corporation for the nine months ended March 31, 2026, totaled \$158,000.

The Corporation contributed \$416,000 to a Health Reimbursement Arrangement for the nine months ended March 31, 2026.

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

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

The Corporation did not contribute to the defined benefit post-employment healthcare plan for the nine months ended March 31, 2026, and for the year ended June 30, 2025.

OPEB Employer Contribution Rate:

In 2025, the Corporation was credited with the following contributions to the OPEB plan:

	Measurement Period Corporation FY24	Measurement Period Corporation FY23
Employer contributions DB	\$ 90,000	\$ 44,000
Employer contributions DC RM	135,000	150,000
Employer contributions DC ODD	42,000	41,000
Total contributions	<u>\$ 267,000</u>	<u>\$ 235,000</u>

Changes in Benefit Assumptions Since the Prior Valuation of OPEB:

The actuarial assumptions used in the June 30, 2023 actuarial valuation were rolled forward to the June 30, 2024 measurement date. The actuarial assumptions used in the June 30, 2022 actuarial valuation, were based on the results of an actuarial experience study for the period from July 1, 2017 to June 30, 2021. The assumptions used in the June 30, 2023 actuarial valuation are the same as those used in the June 30, 2022 valuation with the following exceptions:

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

OPEB healthcare cost trend rates:

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

	Medical Pre-65	Medical Post-65	Prescription Drugs/ Employer Group Waiver Plan (EGWP)
FY24	6.70%	5.50%	7.20%
FY25	6.40%	5.40%	6.90%
FY26	6.20%	5.40%	6.65%
FY27	6.05%	5.35%	6.35%
FY28	5.85%	5.35%	6.10%
FY29	5.65%	5.30%	5.80%
FY30	5.45%	5.30%	5.55%
FY31-FY38	5.30%	5.30%	5.30%
FY39	5.25%	5.25%	5.25%
FY40	5.20%	5.20%	5.20%
FY41	5.10%	5.10%	5.10%
FY42	5.05%	5.05%	5.05%
FY43	4.95%	4.95%	4.95%
FY44	4.90%	4.90%	4.90%
FY45	4.80%	4.80%	4.80%
FY46	4.75%	4.75%	4.75%
FY47	4.70%	4.70%	4.70%
FY48	4.60%	4.60%	4.60%
FY49	4.55%	4.55%	4.55%
FY50+	4.50%	4.50%	4.50%

Key Elements of OPEB formula:

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

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

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

Post-employment healthcare benefits:

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

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

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

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

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

OPEB Asset:

The total net OPEB asset and total net liability for the nine months ended March 31, 2026, are not available at this time.

For the year ended June 30, 2025, the total net OPEB Asset associated with the Corporation was \$14,472,000 and the total net OPEB Liability associated with the Corporation was zero.

For the year ended June 30, 2025, 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:	2025
Corporation's proportionate share of NOA – DB	\$ 13,657,000
Corporation's proportionate share of NOA – DC RM	395,000
Corporation's proportionate share of NOA – DC ODD	420,000
Total net OPEB asset	\$ 14,472,000

The net OPEB asset was measured as of June 30, 2024, and the total OPEB asset used to calculate the new OPEB asset was determined by an actuarial valuation as of June 30, 2023, and rolled forward to June 30, 2024.

Corporation's Proportionate Share of the Net OPEB Asset:	June 30, 2023 Measurement Date Employer Proportion	June 30, 2024 Measurement Date Employer Proportion	Change
DB	0.65731%	0.62019%	(0.03711%)
DC RM	0.80048%	0.84646%	0.04598%
DC ODD	0.66985%	0.70295%	0.03310%

Changes in Benefit Provisions Since Prior Valuation of OPEB:

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

OPEB Expense:

For the year ended June 30, 2025, the Corporation recognized an increase of OPEB expense of \$1,410,000 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, 2025, 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, 2025	Deferred Outflows of Resources	Deferred Inflows of Resources
Contributions subsequent to the measurement date	\$ 2,601	\$ -
Difference between expected and actual experience	17	(142)
Difference between projected and actual investment earnings	374	-
Changes in assumptions	341	(266)
Changes in proportion and differences between employer contributions	159	(30)
Total deferred outflows and deferred inflows	\$ 3,492	\$ (438)

Deferred outflows of resources related to OPEB resulting from contributions of \$2,601,000 reported subsequent to the measurement date, will be recognized as a reduction of the net OPEB liability in the year ended June 30, 2026. 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
2026	\$ 2,268
2027	1,363
2028	(302)
2029	(242)
2030	(36)
Thereafter	3
	\$ 3,054

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	0.62019%	\$ (8,648)	\$ (13,657)	\$ (17,873)
DC RM plan	0.84646%	\$ 68	\$ (395)	\$ (748)
DC ODD plan	0.70295%	\$ (394)	\$ (420)	\$ (440)

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

The following presents the Corporation's net OPEB asset 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 Trend Rate	1% Increase
DB plan	0.62019%	\$ (18,354)	\$ (13,657)	\$ (8,078)
DC RM plan	0.84646%	\$ (795)	\$ (395)	\$ 143
DC ODD plan	0.70295%	n/a	\$ (420)	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 Post-employment Healthcare Cost:

The annual postemployment healthcare cost for the nine months ended March 31, 2026, is not available at this time.

For the year ended June 30, 2025, the Corporation recognized \$525,000 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, 2025	March 31, 2026
Claims liabilities, beginning balance	\$ 2,468	\$ 2,253
Incurred claims	10,714	9,701
Claims payments	(10,929)	(9,852)
Claims liabilities, ending balance	\$ 2,253	\$ 2,102

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.

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. Cyber security coverage increased from \$5 million to \$8 million by the carrier's response to the market conditions. Settlements have not exceeded insurance coverage during the past three years.

REQUIRED SUPPLEMENTARY INFORMATION

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

	2025	2024	2023	2022	2021
The Corporation's proportion of the net pension liability (asset)	0.618920%	0.658830%	0.692310%	0.783070%	0.629770%
The Corporation's proportionate share of the net pension liability (asset)	\$ 33,945	\$ 34,162	\$ 35,286	\$ 28,727	\$ 37,164
State's proportionate share of the net pension liability (asset) associated with the Corporation	12,692	11,386	9,767	3,891	15,376
Total	\$ 46,637	\$ 45,548	\$ 45,053	\$ 32,618	\$ 52,540
The Corporation's covered employee payroll	\$ 7,217	\$ 7,948	\$ 8,888	\$ 9,602	\$ 10,681
The Corporation's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	470.35%	429.83%	397.02%	299.18%	347.94%
Plan fiduciary net position as a percentage of the total pension liability	67.81%	68.23%	67.97%	76.46%	61.61%
	2020	2019	2018	2017	2016
The Corporation's proportion of the net pension liability (asset)	0.656900%	0.714740%	0.689820%	0.852380%	0.780600%
The Corporation's proportionate share of the net pension liability (asset)	\$ 35,960	\$ 35,515	\$ 35,660	\$ 47,645	\$ 37,859
State's proportionate share of the net pension liability (asset) associated with the Corporation	14,276	10,284	13,285	6,003	10,856
Total	\$ 50,236	\$ 45,799	\$ 48,945	\$ 53,648	\$ 48,715
The Corporation's covered employee payroll	\$ 11,680	\$ 12,583	\$ 13,817	\$ 15,252	\$ 16,314
The Corporation's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	307.88%	282.24%	258.10%	312.39%	232.06%
Plan fiduciary net position as a percentage of the total pension liability	63.42%	65.19%	63.37%	59.55%	63.96%

Information in this table is presented based on the Plan measurement date. For June 30, 2025, the plan measurement date is June 30, 2024.

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

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

REQUIRED SUPPLEMENTARY INFORMATION

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

	2025	2024	2023	2022	2021
Contractually required contributions	\$ 3,377	\$ 3,518	\$ 3,448	\$ 2,474	\$ 2,292
Contributions in relation to the contractually required contributions	3,377	3,518	3,448	2,474	2,292
Contribution deficiency (excess)	-	-	-	-	-
The Corporation's covered employee payroll	7,333	7,217	7,948	8,888	9,602
Contributions as a percentage of covered-employee payroll	46.05%	48.75%	43.38%	27.83%	23.87%
	2020	2019	2018	2017	2016
Contractually required contributions	\$ 2,561	\$ 2,727	\$ 2,932	\$ 2,679	\$ 2,475
Contributions in relation to the contractually required contributions	2,561	2,727	2,932	2,679	2,475
Contribution deficiency (excess)	-	-	-	-	-
The Corporation's covered employee payroll	10,681	11,680	12,583	13,817	15,252
Contributions as a percentage of covered-employee payroll	23.98%	23.35%	23.30%	19.39%	16.23%

This table reports the Corporation's pension contributions to PERS during fiscal year 2025. These contributions are reported as a deferred outflow of resources on the June 30, 2025, basic financial statements.

This pension table presents 10 years of information.

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

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

REQUIRED SUPPLEMENTARY INFORMATION

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

	2025	2024	2023	2022	2021
The Corporation's proportion of the net OPEB liability (asset) for Defined Benefit - Retiree Medical	0.62019%	0.65731%	0.68763%	0.78626%	0.62960%
The Corporation's proportion of the net OPEB liability (asset) for Defined Contribution Pension Plans - Retiree Medical Plan	0.84645%	0.80048%	0.79810%	0.76797%	0.74451%
The Corporation's proportion of the net OPEB liability (asset) for Defined Contribution Pension Plans - Occupational Death & Disability Plan	0.70295%	0.66985%	0.67357%	0.64746%	0.60268%
The Corporation's proportionate share of the net OPEB liability (asset)	\$ (14,472)	\$ (15,848)	\$ (14,102)	\$ (20,661)	\$ (2,963)
State's proportionate share of the net OPEB liability (asset) associated with the Corporation	(5,075)	(5,091)	(3,868)	(2,642)	(1,183)
Total	\$ (19,547)	\$ (20,939)	\$ (17,970)	\$ (23,303)	\$ (4,146)
The Corporation's covered employee payroll	\$ 22,738	\$ 21,649	\$ 21,489	\$ 20,850	\$ 20,890
The Corporation's proportionate share of the net OPEB liability (asset) as a percentage of its covered-employee payroll	(63.65%)	(73.20%)	(65.62%)	(99.09%)	(14.18%)
Defined Benefit - Retiree Medical Plan fiduciary net position as a percentage of the total OPEB liability	130.59%	133.96%	128.51%	135.54%	106.15%
Defined Contribution - Retiree Medical Plan fiduciary net position as a percentage of the total OPEB liability	119.87%	124.29%	120.08%	115.10%	95.23%
Defined Contribution - Occupational Death & Disability Plan fiduciary net position as a percentage of the total OPEB liability	346.81%	349.24%	348.80 %	374.22%	283.80%

Information in this table is presented based on the Plan measurement date. For June 30, 2025, the plan measurement date is June 30, 2024.

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

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

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

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

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

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

	2020	2019	2018	2017
The Corporation's proportion of the net OPEB liability (asset) for Defined Benefit - Retiree Medical	0.65680%	0.71458%	0.68992%	0.85265%
The Corporation's proportion of the net OPEB liability (asset) for Defined Contribution Pension Plans - Retiree Medical Plan	0.69949%	0.71095%	0.70310%	0.66252%
The Corporation's proportion of the net OPEB liability (asset) for Defined Contribution Pension Plans - Occupational Death & Disability Plan	0.55609%	0.71095%	0.70310%	0.66252%
The Corporation's proportionate share of the net OPEB liability (asset)	\$ 1,007	\$ 7,286	\$ 5,765	\$ 9,752
State's proportionate share of the net OPEB liability (asset) associated with the Corporation	388	2,129	2,173	-
Total	\$ 1,395	\$ 9,415	\$ 7,938	\$ 9,752
The Corporation's covered employee payroll	\$ 20,775	\$ 20,629	\$ 21,133	\$ 21,629
The Corporation's proportionate share of the net OPEB liability (asset) as a percentage of its covered-employee payroll	4.85%	35.32%	27.28%	45.09%
Defined Benefit - Retiree Medical Plan fiduciary net position as a percentage of the total OPEB liability	98.13%	88.12%	89.68%	85.45%
Defined Contribution - Retiree Medical Plan fiduciary net position as a percentage of the total OPEB liability	83.17%	88.71%	93.98%	86.82%
Defined Contribution - Occupational Death & Disability Plan fiduciary net position as a percentage of the total OPEB liability	297.43%	270.62%	212.97%	245.29%

Information in this table is presented based on the Plan measurement date. For June 30, 2025, the plan measurement date is June 30, 2024.

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

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

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

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

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

REQUIRED SUPPLEMENTARY INFORMATION

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

	2025	2024	2023	2022	2021
Contractually required contributions	\$ 716	\$ 678	\$ 623	\$ 1,609	\$ 1,712
Contributions in relation to the contractually required contributions	716	678	623	1,609	1,712
Contribution deficiency (excess)	-	-	-	-	-
The Corporation's covered employee payroll	25,171	22,738	21,649	21,489	20,850
Contributions as a percentage of covered-employee payroll	2.85%	2.98%	2.88%	7.49%	8.21%
	2020	2019	2018	2017	
Contractually required contributions	\$ 1,520	\$ 1,434	\$ 1,287	\$ 1,689	
Contributions in relation to the contractually required contributions	1,520	1,434	1,287	1,689	
Contribution deficiency (excess)	-	-	-	-	
The Corporation's covered employee payroll	20,890	20,775	20,629	21,133	
Contributions as a percentage of covered-employee payroll	7.28%	6.90%	6.24%	7.99%	

This table reports the Corporation's OPEB contributions to SOA during fiscal year 2025. These contributions are reported as a deferred outflow of resources on the June 30, 2025, 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.

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ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF NET POSITION

COMBINED - ALL FUNDS

As of March 31, 2026

(in thousands of dollars)

	Administrative Fund	Combined Home Mortgage Revenue Bonds	Combined General Mortgage Revenue Bonds	Combined Collateralized Veterans Mortgage Bonds
ASSETS				
Current assets				
Cash	\$ 28,310	\$ 340	\$ 323	\$ -
Investments	399,125	34,523	35,858	24,409
Lease receivable	-	-	-	-
Accrued interest receivable	2,130	3,010	4,218	1,241
Interfund due (to)/from, net	(39,698)	5,465	14,211	5,182
Mortgage loans, notes and other loans, net	8,953	17,943	35,195	8,978
Other assets	2,035	-	-	-
Intergovernmental receivable, net	109	-	-	-
Total current assets	400,964	61,281	89,805	39,810
Noncurrent assets				
Investments	35,677	10,000	13,733	-
Lease receivable	-	-	-	-
Interfund due (to)/from, net	-	-	-	-
Mortgage loans, notes and other loans, net	260,901	580,141	1,137,932	290,296
Capital assets - non-depreciable	2,430	-	-	-
Capital assets - depreciable, net	8,631	-	-	-
Other assets	2,428	-	-	-
OPEB asset	14,472	-	-	-
Total noncurrent assets	324,539	590,141	1,151,665	290,296
Total assets	725,503	651,422	1,241,470	330,106
DEFERRED OUTFLOWS OF RESOURCES				
Total deferred outflows of resources	5,977	28,449	-	-
LIABILITIES				
Current liabilities				
Bonds payable	-	16,830	22,235	5,015
Short term debt	100,537	-	-	-
Accrued interest payable	-	4,148	11,830	3,496
Other liabilities	8,071	158	273	68
Intergovernmental payable	-	-	-	-
Total current liabilities	108,608	21,136	34,338	8,579
Noncurrent liabilities				
Bonds payable	-	383,695	972,397	249,064
Other liabilities	2,010	-	600	8
Derivative instrument - interest rate swaps	-	24,035	-	-
Pension liability	33,945	-	-	-
Total noncurrent liabilities	35,955	407,730	972,997	249,072
Total liabilities	144,563	428,866	1,007,335	257,651
DEFERRED INFLOWS OF RESOURCES				
Total deferred inflows of resources	438	-	-	-
NET POSITION				
Net investment in capital assets	11,061	-	-	-
Restricted by bond resolutions	-	251,005	234,135	72,455
Restricted by contractual or statutory agreements	184,326	-	-	-
Unrestricted or (deficit)	391,092	-	-	-
Total net position	\$ 586,479	\$ 251,005	\$ 234,135	\$ 72,455

See accompanying notes to the financial statements.

Combined Governmental Purpose Bonds	Combined State Capital Project Bonds	Combined Other Programs	Total March 31, 2026
\$ -	\$ 105	\$ 49,048	\$ 78,126
16,215	100,283	2,924	613,337
-	2,935	3,311	6,246
313	6,047	326	17,285
1,172	18,050	(4,382)	-
4,594	45,316	1,558	122,537
-	-	17,969	20,004
-	-	9,088	9,197
22,294	172,736	79,842	866,732
-	-	-	59,410
-	4,427	-	4,427
-	-	-	-
148,551	1,465,213	75,298	3,958,332
-	-	33,935	36,365
-	-	40,804	49,435
911	2,197	341	5,877
-	-	-	14,472
149,462	1,471,837	150,378	4,128,318
171,756	1,644,573	230,220	4,995,050
949	5,907	-	41,282
8,205	47,155	-	99,440
-	-	-	100,537
449	18,345	-	38,268
32	316	23,285	32,203
-	105	-	105
8,686	65,921	23,285	270,553
35,493	1,314,092	-	2,954,741
-	-	503	3,121
949	-	-	24,984
-	-	-	33,945
36,442	1,314,092	503	3,016,791
45,128	1,380,013	23,788	3,287,344
-	9,167	3,079	12,684
-	-	74,739	85,800
127,577	-	-	685,172
-	-	170,348	354,674
-	261,300	(41,734)	610,658
\$ 127,577	\$ 261,300	\$ 203,353	\$ 1,736,304

ALASKA HOUSING FINANCE CORPORATION
(A Component Unit of the State of Alaska)

Schedule 2

STATEMENT OF NET POSITION

ADMINISTRATIVE FUND

As of March 31, 2026

(in thousands of dollars)

	<u>Administrative Fund</u>	<u>Total March 31, 2026</u>
ASSETS		
Current assets		
Cash	\$ 28,310	\$ 28,310
Investments	399,125	399,125
Lease receivable	-	-
Accrued interest receivable	2,130	2,130
Interfund due (to)/from, net	(39,698)	(39,698)
Mortgage loans, notes and other loans, net	8,953	8,953
Other assets	2,035	2,035
Intergovernmental receivable, net	109	109
Total current assets	400,964	400,964
Noncurrent assets		
Investments	35,677	35,677
Lease receivable	-	-
Interfund due (to)/from, net	-	-
Mortgage loans, notes and other loans, net	260,901	260,901
Capital assets - non-depreciable	2,430	2,430
Capital assets - depreciable, net	8,631	8,631
Other assets	2,428	2,428
OPEB asset	14,472	14,472
Total noncurrent assets	324,539	324,539
Total assets	725,503	725,503
DEFERRED OUTFLOWS OF RESOURCES		
Total deferred outflows of resources	5,977	5,977
LIABILITIES		
Current liabilities		
Bonds payable	-	-
Short term debt	100,537	100,537
Accrued interest payable	-	-
Other liabilities	8,071	8,071
Intergovernmental payable	-	-
Total current liabilities	108,608	108,608
Noncurrent liabilities		
Bonds payable	-	-
Other liabilities	2,010	2,010
Derivative instrument - interest rate swaps	-	-
Pension liability	33,945	33,945
Total noncurrent liabilities	35,955	35,955
Total liabilities	144,563	144,563
DEFERRED INFLOWS OF RESOURCES		
Total deferred inflows of resources	438	438
NET POSITION		
Net investment in capital assets	11,061	11,061
Restricted by bond resolutions	-	-
Restricted by contractual or statutory agreements	184,326	184,326
Unrestricted or (deficit)	391,092	391,092
Total net position	\$ 586,479	\$ 586,479

See accompanying notes to the financial statements.

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ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF NET POSITION

HOME MORTGAGE REVENUE BONDS

As of March 31, 2026

(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
ASSETS				
Current assets				
Cash	\$ -	\$ -	\$ -	\$ -
Investments	3,924	4,827	2,809	3,732
Lease receivable	-	-	-	-
Accrued interest receivable	214	180	187	252
Interfund due (to)/from, net	459	1,046	385	582
Mortgage loans, notes and other loans, net	1,805	1,638	1,654	2,403
Other assets	-	-	-	-
Intergovernmental receivable, net	-	-	-	-
Total current assets	6,402	7,691	5,035	6,969
Noncurrent assets				
Investments	-	-	-	-
Lease receivable	-	-	-	-
Interfund due (to)/from, net	-	-	-	-
Mortgage loans, notes and other loans, net	58,365	52,965	53,470	77,688
Capital assets - non-depreciable	-	-	-	-
Capital assets - depreciable, net	-	-	-	-
Other assets	-	-	-	-
OPEB asset	-	-	-	-
Total noncurrent assets	58,365	52,965	53,470	77,688
Total assets	64,767	60,656	58,505	84,657
DEFERRED OUTFLOWS OF RESOURCES				
Total deferred outflows of resources	181	4,402	4,398	5,219
LIABILITIES				
Current liabilities				
Bonds payable	-	2,430	2,430	2,900
Short term debt	-	-	-	-
Accrued interest payable	154	602	605	718
Other liabilities	17	16	14	23
Intergovernmental payable	-	-	-	-
Total current liabilities	171	3,048	3,049	3,641
Noncurrent liabilities				
Bonds payable	19,425	55,360	55,360	65,940
Other liabilities	-	-	-	-
Derivative instrument - interest rate swaps	181	3,652	3,649	4,300
Pension liability	-	-	-	-
Total noncurrent liabilities	19,606	59,012	59,009	70,240
Total liabilities	19,777	62,060	62,058	73,881
DEFERRED INFLOWS OF RESOURCES				
Total deferred inflows of resources	-	-	-	-
NET POSITION				
Net investment in capital assets	-	-	-	-
Restricted by bond resolutions	45,171	2,998	845	15,995
Restricted by contractual or statutory agreements	-	-	-	-
Unrestricted or (deficit)	-	-	-	-
Total net position	\$ 45,171	\$ 2,998	\$ 845	\$ 15,995

See accompanying notes to the financial statements.

Home Mortgage Revenue Bonds 2009 A	Home Mortgage Revenue Bonds 2009 B	Home Mortgage Revenue Bonds 2009 D	Total March 31, 2026
\$ 340	\$ -	\$ -	\$ 340
6,111	5,256	7,864	34,523
-	-	-	-
282	309	1,586	3,010
939	936	1,118	5,465
2,937	3,182	4,324	17,943
-	-	-	-
-	-	-	-
10,609	9,683	14,892	61,281
-	-	10,000	10,000
-	-	-	-
-	-	-	-
94,962	102,881	139,810	580,141
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
94,962	102,881	149,810	590,141
105,571	112,564	164,702	651,422
4,779	4,779	4,691	28,449
3,025	3,025	3,020	16,830
-	-	-	-
688	692	689	4,148
24	26	38	158
-	-	-	-
3,737	3,743	3,747	21,136
62,540	62,540	62,530	383,695
-	-	-	-
4,105	4,105	4,043	24,035
-	-	-	-
66,645	66,645	66,573	407,730
70,382	70,388	70,320	428,866
-	-	-	-
-	-	-	-
-	-	-	-
39,968	46,955	99,073	251,005
-	-	-	-
-	-	-	-
\$ 39,968	\$ 46,955	\$ 99,073	\$ 251,005

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF NET POSITION

GENERAL MORTGAGE REVENUE BONDS

As of March 31, 2026

(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
ASSETS				
Current assets				
Cash	\$ -	\$ 151	\$ -	\$ -
Investments	2,150	3,133	3,078	14,661
Lease receivable	-	-	-	-
Accrued interest receivable	114	364	312	605
Interfund due (to)/from, net	296	1,509	1,611	2,212
Mortgage loans, notes and other loans, net	1,410	2,677	3,299	6,215
Other assets	-	-	-	-
Intergovernmental receivable, net	-	-	-	-
Total current assets	3,970	7,834	8,300	23,693
Noncurrent assets				
Investments	-	-	-	13,733
Lease receivable	-	-	-	-
Interfund due (to)/from, net	-	-	-	-
Mortgage loans, notes and other loans, net	45,575	86,551	106,669	200,940
Capital assets - non-depreciable	-	-	-	-
Capital assets - depreciable, net	-	-	-	-
Other assets	-	-	-	-
OPEB asset	-	-	-	-
Total noncurrent assets	45,575	86,551	106,669	214,673
Total assets	49,545	94,385	114,969	238,366
DEFERRED OUTFLOWS OF RESOURCES				
Total deferred outflows of resources	-	-	-	-
LIABILITIES				
Current liabilities				
Bonds payable	4,720	2,285	3,870	4,335
Short term debt	-	-	-	-
Accrued interest payable	234	636	941	1,552
Other liabilities	12	23	27	49
Intergovernmental payable	-	-	-	-
Total current liabilities	4,966	2,944	4,838	5,936
Noncurrent liabilities				
Bonds payable	21,160	41,958	92,025	165,256
Other liabilities	-	-	-	-
Derivative instrument - interest rate swaps	-	-	-	-
Pension liability	-	-	-	-
Total noncurrent liabilities	21,160	41,958	92,025	165,256
Total liabilities	26,126	44,902	96,863	171,192
DEFERRED INFLOWS OF RESOURCES				
Total deferred inflows of resources	-	-	-	-
NET POSITION				
Net investment in capital assets	-	-	-	-
Restricted by bond resolutions	23,419	49,483	18,106	67,174
Restricted by contractual or statutory agreements	-	-	-	-
Unrestricted or (deficit)	-	-	-	-
Total net position	\$ 23,419	\$ 49,483	\$ 18,106	\$ 67,174

See accompanying notes to the financial statements.

General Mortgage Revenue Bonds II 2022 A & B	General Mortgage Revenue Bonds II 2022 C	General Mortgage Revenue Bonds II 2024 A,B & C	General Mortgage Revenue Bonds II 2025 A	General Mortgage Revenue Bonds II 2026 A	Total March 31, 2026
\$ 172	\$ -	\$ -	\$ -	\$ -	\$ 323
1,639	473	7,841	2,883	-	35,858
-	-	-	-	-	-
425	303	1,148	489	458	4,218
2,316	910	3,607	723	1,027	14,211
5,202	2,288	7,541	3,285	3,278	35,195
-	-	-	-	-	-
-	-	-	-	-	-
9,754	3,974	20,137	7,380	4,763	89,805
-	-	-	-	-	13,733
-	-	-	-	-	-
-	-	-	-	-	-
168,202	73,972	243,811	106,216	105,996	1,137,932
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
168,202	73,972	243,811	106,216	105,996	1,151,665
177,956	77,946	263,948	113,596	110,759	1,241,470
-	-	-	-	-	-
-	-	-	-	-	-
910	1,470	2,420	1,445	780	22,235
-	-	-	-	-	-
1,350	1,175	4,070	1,640	232	11,830
41	20	58	21	22	273
-	-	-	-	-	-
2,301	2,665	6,548	3,106	1,034	34,338
122,340	74,358	236,051	109,233	110,016	972,397
468	77	55	-	-	600
-	-	-	-	-	-
-	-	-	-	-	-
122,808	74,435	236,106	109,233	110,016	972,997
125,109	77,100	242,654	112,339	111,050	1,007,335
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
52,847	846	21,294	1,257	(291)	234,135
-	-	-	-	-	-
-	-	-	-	-	-
\$ 52,847	\$ 846	\$ 21,294	\$ 1,257	\$ (291)	\$ 234,135

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF NET POSITION

COLLATERALIZED VETERANS MORTGAGE BONDS

As of March 31, 2026

(in thousands of dollars)

	Collateralized Bonds, 2016 1st & 2nd Series	Collateralized Bonds, 2019 1st & 2nd Series	Collateralized Bonds, 2023 1st Series	Collateralized Bonds, 2024 1st Series
ASSETS				
Current assets				
Cash	\$ -	\$ -	\$ -	\$ -
Investments	1,479	9,348	3,234	5,904
Lease receivable	-	-	-	-
Accrued interest receivable	55	248	185	285
Interfund due (to)/from, net	179	1,030	888	1,120
Mortgage loans, notes and other loans, net	774	1,852	1,388	2,099
Other assets	-	-	-	-
Intergovernmental receivable, net	-	-	-	-
Total current assets	2,487	12,478	5,695	9,408
Noncurrent assets				
Investments	-	-	-	-
Lease receivable	-	-	-	-
Interfund due (to)/from, net	-	-	-	-
Mortgage loans, notes and other loans, net	25,014	59,895	44,889	67,868
Capital assets - non-depreciable	-	-	-	-
Capital assets - depreciable, net	-	-	-	-
Other assets	-	-	-	-
OPEB asset	-	-	-	-
Total noncurrent assets	25,014	59,895	44,889	67,868
Total assets	27,501	72,373	50,584	77,276
DEFERRED OUTFLOWS OF RESOURCES				
Total deferred outflows of resources	-	-	-	-
LIABILITIES				
Current liabilities				
Bonds payable	2,190	890	-	-
Short term debt	-	-	-	-
Accrued interest payable	178	88	706	1,052
Other liabilities	5	17	10	13
Intergovernmental payable	-	-	-	-
Total current liabilities	2,373	995	716	1,065
Noncurrent liabilities				
Bonds payable	18,605	7,897	49,900	74,597
Other liabilities	-	-	8	-
Derivative instrument - interest rate swaps	-	-	-	-
Pension liability	-	-	-	-
Total noncurrent liabilities	18,605	7,897	49,908	74,597
Total liabilities	20,978	8,892	50,624	75,662
DEFERRED INFLOWS OF RESOURCES				
Total deferred inflows of resources	-	-	-	-
NET POSITION				
Net investment in capital assets	-	-	-	-
Restricted by bond resolutions	6,523	63,481	(40)	1,614
Restricted by contractual or statutory agreements	-	-	-	-
Unrestricted or (deficit)	-	-	-	-
Total net position	\$ 6,523	\$ 63,481	\$ (40)	\$ 1,614

See accompanying notes to the financial statements.

Collateralized Bonds, 2025 1st Series	Total March 31, 2026
\$ -	\$ -
4,444	24,409
-	-
468	1,241
1,965	5,182
2,865	8,978
-	-
-	-
9,742	39,810
-	-
-	-
-	-
92,630	290,296
-	-
-	-
-	-
-	-
92,630	290,296
102,372	330,106
-	-
-	-
1,935	5,015
-	-
1,472	3,496
23	68
-	-
3,430	8,579
98,065	249,064
-	8
-	-
-	-
98,065	249,072
101,495	257,651
-	-
-	-
-	-
877	72,455
-	-
-	-
\$ 877	\$ 72,455

ALASKA HOUSING FINANCE CORPORATION
(A Component Unit of the State of Alaska)

STATEMENT OF NET POSITION
GOVERNMENTAL PURPOSE BONDS
As of March 31, 2026
(in thousands of dollars)

	Governmental Purpose Bonds 2001 A & B	Total March 31, 2026
ASSETS		
Current assets		
Cash	\$ -	\$ -
Investments	16,215	16,215
Lease receivable	-	-
Accrued interest receivable	313	313
Interfund due (to)/from, net	1,172	1,172
Mortgage loans, notes and other loans, net	4,594	4,594
Other assets	-	-
Intergovernmental receivable, net	-	-
Total current assets	22,294	22,294
Noncurrent assets		
Investments	-	-
Lease receivable	-	-
Interfund due (to)/from, net	-	-
Mortgage loans, notes and other loans, net	148,551	148,551
Capital assets - non-depreciable	-	-
Capital assets - depreciable, net	-	-
Other assets	911	911
OPEB asset	-	-
Total noncurrent assets	149,462	149,462
Total assets	171,756	171,756
DEFERRED OUTFLOWS OF RESOURCES		
Total deferred outflows of resources	949	949
LIABILITIES		
Current liabilities		
Bonds payable	8,205	8,205
Short term debt	-	-
Accrued interest payable	449	449
Other liabilities	32	32
Intergovernmental payable	-	-
Total current liabilities	8,686	8,686
Noncurrent liabilities		
Bonds payable	35,493	35,493
Other liabilities	-	-
Derivative instrument - interest rate swaps	949	949
Pension liability	-	-
Total noncurrent liabilities	36,442	36,442
Total liabilities	45,128	45,128
DEFERRED INFLOWS OF RESOURCES		
Total deferred inflows of resources	-	-
NET POSITION		
Net investment in capital assets	-	-
Restricted by bond resolutions	127,577	127,577
Restricted by contractual or statutory agreements	-	-
Unrestricted or (deficit)	-	-
Total net position	\$ 127,577	\$ 127,577

See accompanying notes to the financial statements.

ALASKA HOUSING FINANCE CORPORATION
(A Component Unit of the State of Alaska)

STATEMENT OF NET POSITION
STATE CAPITAL PROJECT BONDS
As of March 31, 2026
(in thousands of dollars)

	State Capital Project Bonds II	Total March 31, 2026
ASSETS		
Current assets		
Cash	\$ 105	\$ 105
Investments	100,283	100,283
Lease receivable	2,935	2,935
Accrued interest receivable	6,047	6,047
Interfund due (to)/from, net	18,050	18,050
Mortgage loans, notes and other loans, net	45,316	45,316
Other assets	-	-
Intergovernmental receivable, net	-	-
Total current assets	172,736	172,736
Noncurrent assets		
Investments	-	-
Lease receivable	4,427	4,427
Interfund due (to)/from, net	-	-
Mortgage loans, notes and other loans, net	1,465,213	1,465,213
Capital assets - non-depreciable	-	-
Capital assets - depreciable, net	-	-
Other assets	2,197	2,197
OPEB asset	-	-
Total noncurrent assets	1,471,837	1,471,837
Total assets	1,644,573	1,644,573
DEFERRED OUTFLOWS OF RESOURCES		
Total deferred outflows of resources	5,907	5,907
LIABILITIES		
Current liabilities		
Bonds payable	47,155	47,155
Short term debt	-	-
Accrued interest payable	18,345	18,345
Other liabilities	316	316
Intergovernmental payable	105	105
Total current liabilities	65,921	65,921
Noncurrent liabilities		
Bonds payable	1,314,092	1,314,092
Other liabilities	-	-
Derivative instrument - interest rate swaps	-	-
Pension liability	-	-
Total noncurrent liabilities	1,314,092	1,314,092
Total liabilities	1,380,013	1,380,013
DEFERRED INFLOWS OF RESOURCES		
Total deferred inflows of resources	9,167	9,167
NET POSITION		
Net investment in capital assets	-	-
Restricted by bond resolutions	-	-
Restricted by contractual or statutory agreements	-	-
Unrestricted or (deficit)	261,300	261,300
Total net position	\$ 261,300	\$ 261,300

See accompanying notes to the financial statements.

ALASKA HOUSING FINANCE CORPORATION
(A Component Unit of the State of Alaska)

STATEMENT OF NET POSITION

OTHER PROGRAM FUNDS

As of March 31, 2026

(in thousands of dollars)

	Low Rent Program	Market Rate Rental Housing Program	Home Ownership Fund	Senior Housing Revolving Loan Fund
ASSETS				
Current assets				
Cash	\$ 16,732	\$ 15,247	\$ -	\$ -
Investments	-	-	228	2,696
Lease receivable	47	-	-	-
Accrued interest receivable	-	-	19	113
Interfund due (to)/from, net	(1,754)	(757)	125	302
Mortgage loans, notes and other loans, net	-	-	413	1,143
Other assets	2,023	252	-	-
Intergovernmental receivable, net	247	7	-	-
Total current assets	17,295	14,749	785	4,254
Noncurrent assets				
Investments	-	-	-	-
Lease receivable	-	-	-	-
Interfund due (to)/from, net	-	-	-	-
Mortgage loans, notes and other loans, net	-	-	13,341	36,950
Capital assets - non-depreciable	14,035	1,993	-	-
Capital assets - depreciable, net	26,451	8,497	-	-
Other assets	67	14	-	-
OPEB asset	-	-	-	-
Total noncurrent assets	40,553	10,504	13,341	36,950
Total assets	57,848	25,253	14,126	41,204
DEFERRED OUTFLOWS OF RESOURCES				
Total deferred outflows of resources	-	-	-	-
LIABILITIES				
Current liabilities				
Bonds payable	-	-	-	-
Short term debt	-	-	-	-
Accrued interest payable	-	-	-	-
Other liabilities	910	229	2	8
Intergovernmental payable	-	-	-	-
Total current liabilities	910	229	2	8
Noncurrent liabilities				
Bonds payable	-	-	-	-
Other liabilities	55	13	-	-
Derivative instrument - interest rate swaps	-	-	-	-
Pension liability	-	-	-	-
Total noncurrent liabilities	55	13	-	-
Total liabilities	965	242	2	8
DEFERRED INFLOWS OF RESOURCES				
Total deferred inflows of resources	36	-	-	-
NET POSITION				
Net investment in capital assets	40,486	10,490	-	-
Restricted by bond resolutions	-	-	-	-
Restricted by contractual or statutory agreements	16,558	14,573	14,124	41,196
Unrestricted or (deficit)	(197)	(52)	-	-
Total net position	\$ 56,847	\$ 25,011	\$ 14,124	\$ 41,196

See accompanying notes to the financial statements.

Other Funds or Programs Subtotal	Energy Programs	Section 8 Voucher Programs	Other Grants	COVID-19 Grants	Grant Programs Subtotal	Alaska Corporation for Affordable Housing	Total March 31, 2026
\$ 31,979	\$ 435	\$ 450	\$ -	\$ 5,703	\$ 6,588	\$ 10,481	\$ 49,048
2,924	-	-	-	-	-	-	2,924
47	-	-	-	-	-	3,264	3,311
132	-	-	-	-	-	194	326
(2,084)	(960)	(910)	(11,129)	10,820	(2,179)	(119)	(4,382)
1,556	-	-	2	-	2	-	1,558
2,275	920	792	7,213	6,314	15,239	455	17,969
254	2,026	21	6,787	-	8,834	-	9,088
37,083	2,421	353	2,873	22,837	28,484	14,275	79,842
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	1,423	-	1,423	(1,423)	-
50,291	-	-	808	-	808	24,199	75,298
16,028	-	1,832	500	10,835	13,167	4,740	33,935
34,948	-	5,856	-	-	5,856	-	40,804
81	-	259	-	-	259	1	341
-	-	-	-	-	-	-	-
101,348	-	7,947	2,731	10,835	21,513	27,517	150,378
138,431	2,421	8,300	5,604	33,672	49,997	41,792	230,220
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
1,149	-	68	16	21,238	21,322	814	23,285
-	-	-	-	-	-	-	-
1,149	-	68	16	21,238	21,322	814	23,285
-	-	-	-	-	-	-	-
68	-	244	-	-	244	191	503
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
68	-	244	-	-	244	191	503
1,217	-	312	16	21,238	21,566	1,005	23,788
-	-	-	-	-	-	-	-
36	-	-	-	-	-	3,043	3,079
50,976	-	7,688	500	10,835	19,023	4,740	74,739
-	-	-	-	-	-	-	-
86,451	2,609	13,302	7,043	27,828	50,782	33,115	170,348
(249)	(188)	(13,002)	(1,955)	(26,229)	(41,374)	(111)	(41,734)
\$ 137,178	\$ 2,421	\$ 7,988	\$ 5,588	\$ 12,434	\$ 28,431	\$ 37,744	\$ 203,353

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION

COMBINED - ALL FUNDS

For the Year Ended March 31, 2026

(in thousands of dollars)

	Administrative Fund	Combined Home Mortgage Revenue Bonds	Combined General Mortgage Revenue Bonds	Combined Collateralized Veterans Mortgage Bonds
OPERATING REVENUES				
Mortgage and loan revenue	\$ 11,710	\$ 19,031	\$ 38,244	\$ 11,815
Rental revenue	8	-	-	-
Other revenue	2,050	-	-	-
Total operating revenues	13,768	19,031	38,244	11,815
OPERATING EXPENSES				
Mortgage and loan costs	3,033	1,649	2,646	656
Provision for loan loss	133	36	890	888
Operations and administration	17,446	809	1,462	235
Rental housing operating expenses	-	-	-	-
Total operating expenses	20,612	2,494	4,998	1,779
Operating income (loss)	(6,844)	16,537	33,246	10,036
NONCAPITAL SUBSIDIES				
Grant revenue	-	-	-	-
Grant expense	-	-	-	-
Housing rental subsidies	-	-	-	-
Total noncapital subsidies	-	-	-	-
Operating income (loss) and noncapital subsidies	(6,844)	16,537	33,246	10,036
OTHER NONOPERATING REVENUES AND EXPENSES				
Interest expense	(2,039)	(9,700)	(22,700)	(6,763)
Grant revenue - capital	-	-	-	-
Grant expense - capital	-	-	-	-
Bond financing expenses	(280)	(1,147)	(864)	(1,147)
Investment interest earnings	8,759	2,424	1,887	394
Net change in the fair value of investments	2,621	212	215	241
Contributions to State of Alaska or State agencies	(1,620)	-	-	-
Interfund receipts (payments) for operations	93,441	(732)	4,513	(3,229)
Total other nonoperating revenues and expenses	100,882	(8,943)	(16,949)	(10,504)
Change in net position	94,038	7,594	16,297	(468)
Net position at beginning of year	492,441	243,411	217,838	72,923
Net position at end of period	\$ 586,479	\$ 251,005	\$ 234,135	\$ 72,455

See accompanying notes to the financial statements.

Combined Governmental Purpose Bonds	Combined State Capital Project Bonds	Combined Other Programs	Total March 31, 2026
\$ 3,225	\$ 61,346	\$ 1,796	\$ 147,167
-	-	9,980	9,988
-	-	581	2,631
3,225	61,346	12,357	159,786
339	3,270	106	11,699
(9)	(187)	797	2,548
190	1,506	27,079	48,727
-	-	10,806	10,806
520	4,589	38,788	73,780
2,705	56,757	(26,431)	86,006
-	-	71,131	71,131
-	-	(60,944)	(60,944)
-	-	9,849	9,849
-	-	20,036	20,036
2,705	56,757	(6,395)	106,042
(1,286)	(36,133)	-	(78,621)
-	-	9,464	9,464
-	-	(14,266)	(14,266)
(118)	(1,650)	-	(5,206)
287	1,770	423	15,944
316	1,734	-	5,339
-	-	-	(1,620)
226	(116,264)	22,045	-
(575)	(150,543)	17,666	(68,966)
2,130	(93,786)	11,271	37,076
125,447	355,086	192,082	1,699,228
\$ 127,577	\$ 261,300	\$ 203,353	\$ 1,736,304

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION

ADMINISTRATIVE FUND

For the Year Ended March 31, 2026

(in thousands of dollars)

	<u>Administrative Fund</u>	<u>Total March 31, 2026</u>
OPERATING REVENUES		
Mortgage and loan revenue	\$ 11,710	\$ 11,710
Rental revenue	8	8
Other revenue	2,050	2,050
Total operating revenues	<u>13,768</u>	<u>13,768</u>
OPERATING EXPENSES		
Mortgage and loan costs	3,033	3,033
Provision for loan loss	133	133
Operations and administration	17,446	17,446
Rental housing operating expenses	-	-
Total operating expenses	<u>20,612</u>	<u>20,612</u>
Operating income (loss)	<u>(6,844)</u>	<u>(6,844)</u>
NONCAPITAL SUBSIDIES		
Grant revenue	-	-
Grant expense	-	-
Housing rental subsidies	-	-
Total noncapital subsidies	<u>-</u>	<u>-</u>
Operating income (loss) and noncapital subsidies	<u>(6,844)</u>	<u>(6,844)</u>
OTHER NONOPERATING REVENUES AND EXPENSES		
Interest expense	(2,039)	(2,039)
Grant revenue - capital	-	-
Grant expense - capital	-	-
Bond financing expenses	(280)	(280)
Investment interest earnings	8,759	8,759
Net change in the fair value of investments	2,621	2,621
Contributions to State of Alaska or State agencies	(1,620)	(1,620)
Interfund receipts (payments) for operations	93,441	93,441
Total other nonoperating revenues and expenses	<u>100,882</u>	<u>100,882</u>
Change in net position	94,038	94,038
Net position at beginning of year	<u>492,441</u>	<u>492,441</u>
Net position at end of period	<u>\$ 586,479</u>	<u>\$ 586,479</u>

See accompanying notes to the financial statements.

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ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION

HOME MORTGAGE REVENUE BONDS

For the Year Ended March 31, 2026

(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
OPERATING REVENUES				
Mortgage and loan revenue	\$ 2,217	\$ 1,810	\$ 1,784	\$ 2,465
Rental revenue	-	-	-	-
Other revenue	-	-	-	-
Total operating revenues	2,217	1,810	1,784	2,465
OPERATING EXPENSES				
Mortgage and loan costs	183	159	149	229
Provision for loan loss	19	(19)	(4)	(2)
Operations and administration	115	83	76	102
Rental housing operating expenses	-	-	-	-
Total operating expenses	317	223	221	329
Operating income (loss)	1,900	1,587	1,563	2,136
NONCAPITAL SUBSIDIES				
Grant revenue	-	-	-	-
Grant expense	-	-	-	-
Housing rental subsidies	-	-	-	-
Total noncapital subsidies	-	-	-	-
Operating income (loss) and noncapital subsidies	1,900	1,587	1,563	2,136
OTHER NONOPERATING REVENUES AND EXPENSES				
Interest expense	(480)	(1,400)	(1,408)	(1,668)
Grant revenue - capital	-	-	-	-
Grant expense - capital	-	-	-	-
Bond financing expenses	(52)	(167)	(149)	(177)
Investment interest earnings	124	108	83	108
Net change in the fair value of investments	25	31	18	25
Contributions to State of Alaska or State agencies	-	-	-	-
Interfund receipts (payments) for operations	167	250	225	279
Total other nonoperating revenues and expenses	(216)	(1,178)	(1,231)	(1,433)
Change in net position	1,684	409	332	703
Net position at beginning of year	43,487	2,589	513	15,292
Net position at end of period	\$ 45,171	\$ 2,998	\$ 845	\$ 15,995

See accompanying notes to the financial statements.

Home Mortgage Revenue Bonds 2009 A	Home Mortgage Revenue Bonds 2009 B	Home Mortgage Revenue Bonds 2009 D	Total March 31, 2026
\$ 2,956	\$ 3,165	\$ 4,634	\$ 19,031
-	-	-	-
-	-	-	-
2,956	3,165	4,634	19,031
263	271	395	1,649
(2)	18	26	36
115	121	197	809
-	-	-	-
376	410	618	2,494
2,580	2,755	4,016	16,537
-	-	-	-
-	-	-	-
-	-	-	-
2,580	2,755	4,016	16,537
(1,579)	(1,588)	(1,577)	(9,700)
-	-	-	-
-	-	-	-
(205)	(195)	(202)	(1,147)
165	161	1,675	2,424
43	38	32	212
-	-	-	-
320	315	(2,288)	(732)
(1,256)	(1,269)	(2,360)	(8,943)
1,324	1,486	1,656	7,594
38,644	45,469	97,417	243,411
\$ 39,968	\$ 46,955	\$ 99,073	\$ 251,005

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION

GENERAL MORTGAGE REVENUE BONDS

For the Year Ended March 31, 2026

(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
OPERATING REVENUES				
Mortgage and loan revenue	\$ 1,149	\$ 3,798	\$ 3,135	\$ 5,263
Rental revenue	-	-	-	-
Other revenue	-	-	-	-
Total operating revenues	1,149	3,798	3,135	5,263
OPERATING EXPENSES				
Mortgage and loan costs	124	243	281	499
Provision for loan loss	(29)	(19)	(26)	(32)
Operations and administration	92	135	190	311
Rental housing operating expenses	-	-	-	-
Total operating expenses	187	359	445	778
Operating income (loss)	962	3,439	2,690	4,485
NONCAPITAL SUBSIDIES				
Grant revenue	-	-	-	-
Grant expense	-	-	-	-
Housing rental subsidies	-	-	-	-
Total noncapital subsidies	-	-	-	-
Operating income (loss) and noncapital subsidies	962	3,439	2,690	4,485
OTHER NONOPERATING REVENUES AND EXPENSES				
Interest expense	(539)	(1,110)	(1,771)	(2,374)
Grant revenue - capital	-	-	-	-
Grant expense - capital	-	-	-	-
Bond financing expenses	(1)	(2)	(5)	(9)
Investment interest earnings	67	144	157	777
Net change in the fair value of investments	-	(1)	(1)	221
Contributions to State of Alaska or State agencies	-	-	-	-
Interfund receipts (payments) for operations	92	396	352	1,066
Total other nonoperating revenues and expenses	(381)	(573)	(1,268)	(319)
Change in net position	581	2,866	1,422	4,166
Net position at beginning of year	22,838	46,617	16,684	63,008
Net position at end of period	\$ 23,419	\$ 49,483	\$ 18,106	\$ 67,174

See accompanying notes to the financial statements.

General Mortgage Revenue Bonds II 2022 A & B	General Mortgage Revenue Bonds II 2022 C	General Mortgage Revenue Bonds II 2024 A,B & C	General Mortgage Revenue Bonds II 2025 A	General Mortgage Revenue Bonds II 2026 A	Total March 31, 2026
\$ 4,363	\$ 2,909	\$ 11,581	\$ 4,975	\$ 1,071	\$ 38,244
-	-	-	-	-	-
-	-	-	-	-	-
4,363	2,909	11,581	4,975	1,071	38,244
428	196	598	225	52	2,646
(3)	(42)	(53)	(10)	1,104	890
198	119	259	121	37	1,462
-	-	-	-	-	-
623	273	804	336	1,193	4,998
3,740	2,636	10,777	4,639	(122)	33,246
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
3,740	2,636	10,777	4,639	(122)	33,246
(1,838)	(2,548)	(8,729)	(3,578)	(213)	(22,700)
-	-	-	-	-	-
-	-	-	-	-	-
(62)	(5)	(19)	(12)	(749)	(864)
175	85	374	101	7	1,887
(1)	-	(2)	(1)	-	215
-	-	-	-	-	-
913	513	262	133	786	4,513
(813)	(1,955)	(8,114)	(3,357)	(169)	(16,949)
2,927	681	2,663	1,282	(291)	16,297
49,920	165	18,631	(25)	-	217,838
\$ 52,847	\$ 846	\$ 21,294	\$ 1,257	\$ (291)	\$ 234,135

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION

COLLATERALIZED VETERANS MORTGAGE BONDS

For the Year Ended March 31, 2026

(in thousands of dollars)

	Collateralized Bonds, 2016 1st & 2nd Series	Collateralized Bonds, 2019 1st & 2nd Series	Collateralized Bonds, 2023 1st Series	Collateralized Bonds, 2024 1st Series
OPERATING REVENUES				
Mortgage and loan revenue	\$ 608	\$ 2,227	\$ 1,784	\$ 2,989
Rental revenue	-	-	-	-
Other revenue	-	-	-	-
Total operating revenues	608	2,227	1,784	2,989
OPERATING EXPENSES				
Mortgage and loan costs	54	155	100	138
Provision for loan loss	(12)	(49)	(2)	(14)
Operations and administration	26	65	31	46
Rental housing operating expenses	-	-	-	-
Total operating expenses	68	171	129	170
Operating income (loss)	540	2,056	1,655	2,819
NONCAPITAL SUBSIDIES				
Grant revenue	-	-	-	-
Grant expense	-	-	-	-
Housing rental subsidies	-	-	-	-
Total noncapital subsidies	-	-	-	-
Operating income (loss) and noncapital subsidies	540	2,056	1,655	2,819
OTHER NONOPERATING REVENUES AND EXPENSES				
Interest expense	(409)	(161)	(1,588)	(2,385)
Grant revenue - capital	-	-	-	-
Grant expense - capital	-	-	-	-
Bond financing expenses	(1)	(1)	8	(4)
Investment interest earnings	40	120	73	97
Net change in the fair value of investments	10	158	28	45
Contributions to State of Alaska or State agencies	-	-	-	-
Interfund receipts (payments) for operations	28	(4,556)	34	49
Total other nonoperating revenues and expenses	(332)	(4,440)	(1,445)	(2,198)
Change in net position	208	(2,384)	210	621
Net position at beginning of year	6,315	65,865	(250)	993
Net position at end of period	\$ 6,523	\$ 63,481	\$ (40)	\$ 1,614

See accompanying notes to the financial statements.

Collateralized Bonds, 2025 1st Series	Total March 31, 2026
\$ 4,207	\$ 11,815
-	-
-	-
<u>4,207</u>	<u>11,815</u>
209	656
965	888
67	235
-	-
<u>1,241</u>	<u>1,779</u>
<u>2,966</u>	<u>10,036</u>
-	-
-	-
-	-
<u>-</u>	<u>-</u>
<u>2,966</u>	<u>10,036</u>
(2,220)	(6,763)
-	-
-	-
(1,149)	(1,147)
64	394
-	241
-	-
1,216	(3,229)
<u>(2,089)</u>	<u>(10,504)</u>
877	(468)
-	72,923
<u>-</u>	<u>72,923</u>
<u>\$ 877</u>	<u>\$ 72,455</u>

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION

GOVERNMENTAL PURPOSE BONDS

For the Year Ended March 31, 2026

(in thousands of dollars)

	Governmental Purpose Bonds 2001 A & B	Total March 31, 2026
OPERATING REVENUES		
Mortgage and loan revenue	\$ 3,225	\$ 3,225
Rental revenue	-	-
Other revenue	-	-
Total operating revenues	3,225	3,225
OPERATING EXPENSES		
Mortgage and loan costs	339	339
Provision for loan loss	(9)	(9)
Operations and administration	190	190
Rental housing operating expenses	-	-
Total operating expenses	520	520
Operating income (loss)	2,705	2,705
NONCAPITAL SUBSIDIES		
Grant revenue	-	-
Grant expense	-	-
Housing rental subsidies	-	-
Total noncapital subsidies	-	-
Operating income (loss) and noncapital subsidies	2,705	2,705
OTHER NONOPERATING REVENUES AND EXPENSES		
Interest expense	(1,286)	(1,286)
Grant revenue - capital	-	-
Grant expense - capital	-	-
Bond financing expenses	(118)	(118)
Investment interest earnings	287	287
Gain (loss) on disposal of capital assets	-	-
Net change in the fair value of investments	316	316
Contributions to State of Alaska or State agencies	-	-
Interfund receipts (payments) for operations	226	226
Total other nonoperating revenues and expenses	(575)	(575)
Change in net position	2,130	2,130
Net position at beginning of year	125,447	125,447
Net position at end of period	\$ 127,577	\$ 127,577

See accompanying notes to the financial statements.

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION

STATE CAPITAL PROJECT BONDS

For the Year Ended March 31, 2026

(in thousands of dollars)

	State Capital Project Bonds II	Total March 31, 2026
	<u> </u>	<u> </u>
OPERATING REVENUES		
Mortgage and loan revenue	\$ 61,346	\$ 61,346
Rental revenue	-	-
Other revenue	-	-
Total operating revenues	<u>61,346</u>	<u>61,346</u>
OPERATING EXPENSES		
Mortgage and loan costs	3,270	3,270
Provision for loan loss	(187)	(187)
Operations and administration	1,506	1,506
Rental housing operating expenses	-	-
Total operating expenses	<u>4,589</u>	<u>4,589</u>
Operating income (loss)	<u>56,757</u>	<u>56,757</u>
NONCAPITAL SUBSIDIES		
Grant revenue	-	-
Grant expense	-	-
Housing rental subsidies	-	-
Total noncapital subsidies	<u>-</u>	<u>-</u>
Operating income (loss) and noncapital subsidies	<u>56,757</u>	<u>56,757</u>
OTHER NONOPERATING REVENUES AND EXPENSES		
Interest expense	(36,133)	(36,133)
Grant revenue - capital	-	-
Grant expense - capital	-	-
Bond financing expenses	(1,650)	(1,650)
Investment interest earnings	1,770	1,770
Gain (loss) on disposal of capital assets	-	-
Net change in the fair value of investments	1,734	1,734
Contributions to State of Alaska or State agencies	-	-
Interfund receipts (payments) for operations	(116,264)	(116,264)
Total other nonoperating revenues and expenses	<u>(150,543)</u>	<u>(150,543)</u>
Change in net position	(93,786)	(93,786)
Net position at beginning of year	<u>355,086</u>	<u>355,086</u>
Net position at end of period	<u>\$ 261,300</u>	<u>\$ 261,300</u>

See accompanying notes to the financial statements.

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION

OTHER PROGRAM FUNDS

For the Year Ended March 31, 2026

(in thousands of dollars)

	Low Rent Program	Market Rate Rental Housing Program	Home Ownership Fund	Senior Housing Revolving Loan Fund
OPERATING REVENUES				
Mortgage and loan revenue	\$ -	\$ -	\$ 160	\$ 1,160
Rental revenue	8,055	1,873	-	-
Other revenue	23	1	-	-
Total operating revenues	8,078	1,874	160	1,160
OPERATING EXPENSES				
Mortgage and loan costs	-	-	19	87
Provision for loan loss	-	-	4	10
Operations and administration	11,083	2,645	15	42
Rental housing operating expenses	8,751	1,888	-	-
Total operating expenses	19,834	4,533	38	139
Operating income (loss)	(11,756)	(2,659)	122	1,021
NONCAPITAL SUBSIDIES				
Grant revenue	3,186	-	-	-
Grant expense	-	-	-	-
Housing rental subsidies	7,889	1,960	-	-
Total noncapital subsidies	11,075	1,960	-	-
Operating income (loss) and noncapital subsidies	(681)	(699)	122	1,021
OTHER NONOPERATING REVENUES AND EXPENSES				
Interest expense	-	-	-	-
Grant revenue - capital	-	-	-	-
Grant expense - capital	-	-	-	-
Bond financing expenses	-	-	-	-
Investment interest earnings	141	139	19	104
Gain (loss) on disposal of capital assets	-	-	-	-
Net change in the fair value of investments	-	-	-	-
Contributions to State of Alaska or State agencies	-	-	-	-
Interfund receipts (payments) for operations	(943)	2,185	(43)	42
Total other nonoperating revenues and expenses	(802)	2,324	(24)	146
Change in net position	(1,483)	1,625	98	1,167
Net position at beginning of year	58,330	23,386	14,026	40,029
Net position at end of period	\$ 56,847	\$ 25,011	\$ 14,124	\$ 41,196

See accompanying notes to the financial statements.

Other Funds or Programs Subtotal	Energy Programs	Section 8 Voucher Programs	Other Grants	COVID-19 Grants	Grant Programs Subtotal	Alaska Corporation for Affordable Housing	Total March 31, 2026
\$ 1,320	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 476	\$ 1,796
9,928	-	-	-	-	-	52	9,980
24	-	17	528	-	545	12	581
11,272	-	17	528	-	545	540	12,357
106	-	-	-	-	-	-	106
14	-	-	164	-	164	619	797
13,785	2,413	6,688	2,793	995	12,889	405	27,079
10,639	-	167	-	-	167	-	10,806
24,544	2,413	6,855	2,957	995	13,220	1,024	38,788
(13,272)	(2,413)	(6,838)	(2,429)	(995)	(12,675)	(484)	(26,431)
3,186	4,361	38,132	4,599	20,853	67,945	-	71,131
-	(5,777)	(36,790)	(9,355)	(9,022)	(60,944)	-	(60,944)
9,849	-	-	-	-	-	-	9,849
13,035	(1,416)	1,342	(4,756)	11,831	7,001	-	20,036
(237)	(3,829)	(5,496)	(7,185)	10,836	(5,674)	(484)	(6,395)
-	-	-	-	-	-	-	-
-	-	-	9,464	-	9,464	-	9,464
-	-	-	(14,266)	-	(14,266)	-	(14,266)
-	-	-	-	-	-	-	-
403	11	41	-	(227)	(175)	195	423
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
1,241	3,785	3,047	12,680	1,193	20,705	99	22,045
1,644	3,796	3,088	7,878	966	15,728	294	17,666
1,407	(33)	(2,408)	693	11,802	10,054	(190)	11,271
135,771	2,454	10,396	4,895	632	18,377	37,934	192,082
\$ 137,178	\$ 2,421	\$ 7,988	\$ 5,588	\$ 12,434	\$ 28,431	\$ 37,744	\$ 203,353

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF CASH FLOWS

COMBINED - ALL FUNDS

For the Nine Months Ended March 31, 2026

(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	\$ 11,945	\$ 17,117	\$ 34,562	\$ 10,316	\$ 2,915
Principal receipts on mortgages and loans	14,675	44,526	69,792	20,435	11,249
Disbursements to fund mortgages and loans	(459,015)	-	-	-	-
Receipts (payments) for interfund loan transfers	422,715	(48,302)	(160,542)	(111,585)	(9,901)
Mortgage and loan proceeds receipts	414,187	-	-	-	-
Mortgage and loan proceeds paid to trust funds	(405,067)	-	-	-	-
Payroll-related disbursements	(21,290)	-	-	-	-
Payments for goods and services	(7,175)	-	-	-	-
Other operating cash receipts (payments)	(10,458)	-	-	-	-
Net cash receipts (disbursements)	(39,483)	13,341	(56,188)	(80,834)	4,263
Noncapital financing activities					
Receipts from externally funded programs	-	-	-	-	-
Receipts from Federal HAP subsidies	-	-	-	-	-
Payments for Federal HAP subsidies	-	-	-	-	-
Interfund receipts (payments)	(27,118)	-	-	-	-
Grant payments to other agencies	-	-	-	-	-
Proceeds from bond issuance	-	-	111,573	100,150	-
Principal paid on bonds	-	(9,420)	(26,440)	(2,375)	(3,975)
Payment of bond issuance costs	-	-	(758)	(1,146)	-
Interest paid on bonds	-	(6,167)	(17,897)	(3,816)	(758)
Proceeds from short-term debt issuance	99,192	-	-	-	-
Payment of short term debt	(128,187)	-	-	-	-
Contributions to State of Alaska or State agencies	(1,620)	-	-	-	-
Transfers from (to) other funds	119,553	1,000	1,395	(3,625)	-
Net cash receipts (disbursements)	61,820	(14,587)	67,873	89,188	(4,733)
Capital financing activities					
Acquisition of capital assets	-	-	-	-	-
Proceeds from direct financing leases	-	-	-	-	-
Net cash receipts (disbursements)	-	-	-	-	-
Investing activities					
Purchase of investments	(2,959,134)	(107,381)	(126,476)	(55,893)	(38,648)
Proceeds from maturity of investments	2,938,393	107,638	113,689	47,173	38,829
Interest received from investments	8,405	1,329	1,425	366	289
Net cash receipts (disbursements)	(12,336)	1,586	(11,362)	(8,354)	470
Net Increase (decrease) in cash	10,001	340	323	-	-
Cash at beginning of year	18,309	-	-	-	-
Cash at end of period	\$ 28,310	\$ 340	\$ 323	\$ -	\$ -

Combined State Capital Project Bonds	Combined Other Programs	Total March 31, 2026
\$ 57,781	\$ 1,205	\$ 135,841
101,079	4,934	266,690
-	-	(459,015)
(85,982)	(6,403)	-
-	-	414,187
-	-	(405,067)
-	(14,918)	(36,208)
-	(14,112)	(21,287)
(91)	13,487	2,938
72,787	(15,807)	(101,921)
-	44,911	44,911
-	30,770	30,770
-	(35,170)	(35,170)
-	27,118	-
-	(42,642)	(42,642)
144,378	-	356,101
(48,735)	-	(90,945)
(334)	-	(2,238)
(28,460)	-	(57,098)
-	-	99,192
-	-	(128,187)
-	-	(1,620)
(118,323)	-	-
(51,474)	24,987	173,074
-	(13,954)	(13,954)
3,304	-	3,304
3,304	(13,954)	(10,650)
(434,532)	(6,003)	(3,728,067)
408,540	6,142	3,660,404
1,284	433	13,531
(24,708)	572	(54,132)
(91)	(4,202)	6,371
196	53,250	71,755
\$ 105	\$ 49,048	\$ 78,126

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF CASH FLOWS

COMBINED - ALL FUNDS

For the Nine Months Ended March 31, 2026

(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)	\$ (6,844)	\$ 16,537	\$ 33,246	\$ 10,036	\$ 2,705
<i>Adjustments:</i>					
Depreciation expense	787	-	-	-	-
Provision for loan loss	133	36	890	888	(9)
Net change in the fair value of investments	(2,621)	(212)	(215)	(241)	(316)
<i>Change in assets, liabilities and deferred resources:</i>					
Net (increase) decrease in mortgages and loans	(18,489)	(3,557)	(88,002)	(87,808)	936
Net increase (decrease) in assets, liabilities, and deferred resources	(12,449)	537	(2,107)	(3,709)	947
Net operating cash receipts (disbursements)	\$ (39,483)	\$ 13,341	\$ (56,188)	\$ (80,834)	\$ 4,263

See accompanying notes to the financial statements.

Combined State Capital Project Bonds	Combined Other Programs	Total March 31, 2026
\$ 56,757	\$ (26,431)	\$ 86,006
-	4,322	5,109
(187)	797	2,548
(1,734)	-	(5,339)
15,499	(2,338)	(183,759)
2,452	7,843	(6,486)
\$ 72,787	\$ (15,807)	\$ (101,921)

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF CASH FLOWS

ADMINISTRATIVE FUND

For the Nine Months Ended March 31, 2026

(in thousands of dollars)

	Administrative Fund	Total March 31, 2026
CASH FLOWS		
Operating activities		
Interest income on mortgages and loans	\$ 11,945	\$ 11,945
Principal receipts on mortgages and loans	14,675	14,675
Disbursements to fund mortgages and loans	(459,015)	(459,015)
Receipts (payments) for interfund loan transfers	422,715	422,715
Mortgage and loan proceeds receipts	414,187	414,187
Mortgage and loan proceeds paid to trust funds	(405,067)	(405,067)
Payroll-related disbursements	(21,290)	(21,290)
Payments for goods and services	(7,175)	(7,175)
Other operating cash receipts (payments)	(10,458)	(10,458)
Net cash receipts (disbursements)	(39,483)	(39,483)
Noncapital financing activities		
Receipts from externally funded programs	-	-
Receipts from Federal HAP subsidies	-	-
Payments for Federal HAP subsidies	-	-
Interfund receipts (payments)	(27,118)	(27,118)
Grant payments to other agencies	-	-
Proceeds from bond issuance	-	-
Principal paid on bonds	-	-
Payment of bond issuance costs	-	-
Interest paid on bonds	-	-
Proceeds from short-term debt issuance	99,192	99,192
Payment of short term debt	(128,187)	(128,187)
Contributions to State of Alaska or State agencies	(1,620)	(1,620)
Transfers from (to) other funds	119,553	119,553
Net cash receipts (disbursements)	61,820	61,820
Capital financing activities		
Acquisition of capital assets	-	-
Proceeds from direct financing leases	-	-
Net cash receipts (disbursements)	-	-
Investing activities		
Purchase of investments	(2,959,134)	(2,959,134)
Proceeds from maturity of investments	2,938,393	2,938,393
Interest received from investments	8,405	8,405
Net cash receipts (disbursements)	(12,336)	(12,336)
Net Increase (decrease) in cash	10,001	10,001
Cash at beginning of year	18,309	18,309
Cash at end of period	\$ 28,310	\$ 28,310

	<u>Administrative Fund</u>	<u>Total March 31, 2026</u>
RECONCILIATION		
Operating income (loss) to net cash		
Operating income (loss)	\$ (6,844)	\$ (6,844)
<i>Adjustments:</i>		
Depreciation expense	787	787
Provision for loan loss	133	133
Net change in the fair value of investments	(2,621)	(2,621)
<i>Change in assets, liabilities and deferred resources:</i>		
Net (increase) decrease in mortgages and loans	(18,489)	(18,489)
Net increase (decrease) in assets, liabilities, and deferred resources	<u>(12,449)</u>	<u>(12,449)</u>
Net operating cash receipts (disbursements)	<u>\$ (39,483)</u>	<u>\$ (39,483)</u>

See accompanying notes to the financial statements.

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF CASH FLOWS

HOME MORTGAGE REVENUE BONDS

For the Nine Months Ended March 31, 2026

(in thousands of dollars)

	Home Mortgage Revenue Bonds 2002 A	Home Mortgage Revenue Bonds 2007 A	Home Mortgage Revenue Bonds 2007 B	Home Mortgage Revenue Bonds 2007 D	Home Mortgage Revenue Bonds 2009 A
CASH FLOWS					
Operating activities					
Interest income on mortgages and loans	\$ 1,998	\$ 1,646	\$ 1,619	\$ 2,198	\$ 2,624
Principal receipts on mortgages and loans	5,160	5,680	3,983	4,910	8,250
Disbursements to fund mortgages and loans	-	-	-	-	-
Receipts (payments) for interfund loan transfers	(6,967)	(3,790)	(3,294)	(4,301)	(7,439)
Mortgage and loan proceeds receipts	-	-	-	-	-
Mortgage and loan proceeds paid to trust funds	-	-	-	-	-
Payroll-related disbursements	-	-	-	-	-
Payments for goods and services	-	-	-	-	-
Other operating cash receipts (payments)	-	-	-	-	-
Net cash receipts (disbursements)	191	3,536	2,308	2,807	3,435
Noncapital financing activities					
Receipts from externally funded programs	-	-	-	-	-
Receipts from Federal HAP subsidies	-	-	-	-	-
Payments for Federal HAP subsidies	-	-	-	-	-
Interfund receipts (payments)	-	-	-	-	-
Grant payments to other agencies	-	-	-	-	-
Proceeds from bond issuance	-	-	-	-	-
Principal paid on bonds	(1,320)	(1,170)	(1,170)	(1,390)	(1,455)
Payment of bond issuance costs	-	-	-	-	-
Interest paid on bonds	(275)	(887)	(894)	(1,054)	(1,016)
Proceeds from short-term debt issuance	-	-	-	-	-
Payment of short term debt	-	-	-	-	-
Contributions to State of Alaska or State agencies	-	-	-	-	-
Transfers from (to) other funds	-	-	-	-	-
Net cash receipts (disbursements)	(1,595)	(2,057)	(2,064)	(2,444)	(2,471)
Capital financing activities					
Acquisition of capital assets	-	-	-	-	-
Proceeds from direct financing leases	-	-	-	-	-
Net cash receipts (disbursements)	-	-	-	-	-
Investing activities					
Purchase of investments	(13,088)	(11,629)	(8,837)	(11,419)	(18,164)
Proceeds from maturity of investments	14,367	10,041	8,507	10,947	17,372
Interest received from investments	125	109	86	109	168
Net cash receipts (disbursements)	1,404	(1,479)	(244)	(363)	(624)
Net Increase (decrease) in cash	-	-	-	-	340
Cash at beginning of year	-	-	-	-	-
Cash at end of period	\$ -	\$ -	\$ -	\$ -	\$ 340

Home Mortgage Revenue Bonds 2009 B	Home Mortgage Revenue Bonds 2009 D	Total March 31, 2026
\$ 2,883	\$ 4,149	\$ 17,117
6,701	9,842	44,526
-	-	-
(7,800)	(14,711)	(48,302)
-	-	-
-	-	-
-	-	-
-	-	-
1,784	(720)	13,341
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
(1,455)	(1,460)	(9,420)
-	-	-
(1,024)	(1,017)	(6,167)
-	-	-
-	-	-
-	-	-
-	1,000	1,000
(2,479)	(1,477)	(14,587)
-	-	-
-	-	-
-	-	-
(16,855)	(27,389)	(107,381)
17,387	29,017	107,638
163	569	1,329
695	2,197	1,586
-	-	340
-	-	-
\$ -	\$ -	\$ 340

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF CASH FLOWS

HOME MORTGAGE REVENUE BONDS

For the Nine Months Ended March 31, 2026

(in thousands of dollars)

	Home Mortgage Revenue Bonds 2002 A	Home Mortgage Revenue Bonds 2007 A	Home Mortgage Revenue Bonds 2007 B	Home Mortgage Revenue Bonds 2007 D	Home Mortgage Revenue Bonds 2009 A
RECONCILIATION					
Operating income (loss) to net cash					
Operating income (loss)	\$ 1,900	\$ 1,587	\$ 1,563	\$ 2,136	\$ 2,580
<i>Adjustments:</i>					
Depreciation expense	-	-	-	-	-
Provision for loan loss	19	(19)	(4)	(2)	(2)
Net change in the fair value of investments	(25)	(31)	(18)	(25)	(43)
<i>Change in assets, liabilities and deferred resources:</i>					
Net (increase) decrease in mortgages and loans	(1,922)	1,864	441	171	240
Net increase (decrease) in assets, liabilities, and deferred resources	219	135	326	527	660
Net operating cash receipts (disbursements)	\$ 191	\$ 3,536	\$ 2,308	\$ 2,807	\$ 3,435

See accompanying notes to the financial statements.

Home Mortgage Revenue Bonds 2009 B	Home Mortgage Revenue Bonds 2009 D	Total March 31, 2026
\$ 2,755	\$ 4,016	\$ 16,537
-	-	-
18	26	36
(38)	(32)	(212)
(1,750)	(2,601)	(3,557)
799	(2,129)	537
\$ 1,784	\$ (720)	\$ 13,341

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF CASH FLOWS

GENERAL MORTGAGE REVENUE BONDS

For the Nine Months Ended March 31, 2026

(in thousands of dollars)

	General Mortgage Revenue Bonds II 2016 A	General Mortgage Revenue Bonds II 2018 A & B	General Mortgage Revenue Bonds II 2019 A & B	General Mortgage Revenue Bonds II 2020 A & B	General Mortgage Revenue Bonds II 2022 A & B
CASH FLOWS					
Operating activities					
Interest income on mortgages and loans	\$ 1,038	\$ 3,559	\$ 2,822	\$ 4,747	\$ 3,943
Principal receipts on mortgages and loans	4,025	6,309	8,041	14,158	10,569
Disbursements to fund mortgages and loans	-	-	-	-	-
Receipts (payments) for interfund loan transfers	(766)	(4,830)	(5,195)	(10,853)	(10,638)
Mortgage and loan proceeds receipts	-	-	-	-	-
Mortgage and loan proceeds paid to trust funds	-	-	-	-	-
Payroll-related disbursements	-	-	-	-	-
Payments for goods and services	-	-	-	-	-
Other operating cash receipts (payments)	-	-	-	-	-
Net cash receipts (disbursements)	4,297	5,038	5,668	8,052	3,874
Noncapital financing activities					
Receipts from externally funded programs	-	-	-	-	-
Receipts from Federal HAP subsidies	-	-	-	-	-
Payments for Federal HAP subsidies	-	-	-	-	-
Interfund receipts (payments)	-	-	-	-	-
Grant payments to other agencies	-	-	-	-	-
Proceeds from bond issuance	-	-	-	-	-
Principal paid on bonds	(2,540)	(3,420)	(3,160)	(4,535)	(1,375)
Payment of bond issuance costs	-	-	-	-	-
Interest paid on bonds	(379)	(1,013)	(1,449)	(2,378)	(2,041)
Proceeds from short-term debt issuance	-	-	-	-	-
Payment of short term debt	-	-	-	-	-
Contributions to State of Alaska or State agencies	-	-	-	-	-
Transfers from (to) other funds	-	260	-	745	-
Net cash receipts (disbursements)	(2,919)	(4,173)	(4,609)	(6,168)	(3,416)
Capital financing activities					
Acquisition of capital assets	-	-	-	-	-
Proceeds from direct financing leases	-	-	-	-	-
Net cash receipts (disbursements)	-	-	-	-	-
Investing activities					
Purchase of investments	(5,143)	(10,353)	(11,564)	(37,246)	(15,398)
Proceeds from maturity of investments	3,700	9,494	10,347	35,023	14,933
Interest received from investments	65	145	158	339	179
Net cash receipts (disbursements)	(1,378)	(714)	(1,059)	(1,884)	(286)
Net Increase (decrease) in cash	-	151	-	-	172
Cash at beginning of year	-	-	-	-	-
Cash at end of period	\$ -	\$ 151	\$ -	\$ -	\$ 172

General Mortgage Revenue Bonds II 2022 C	General Mortgage Revenue Bonds II 2024 A,B & C	General Mortgage Revenue Bonds II 2025 A	General Mortgage Revenue Bonds II 2026 A	Total March 31, 2026
\$ 2,754	\$ 10,976	\$ 4,723	\$ -	\$ 34,562
3,681	19,741	3,268	-	69,792
-	-	-	-	-
250	(15,726)	(1,969)	(110,815)	(160,542)
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
6,685	14,991	6,022	(110,815)	(56,188)
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	9	111,564	111,573
(5,770)	(4,135)	(1,505)	-	(26,440)
-	-	(9)	(749)	(758)
(1,921)	(6,221)	(2,495)	-	(17,897)
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
390	-	-	-	1,395
(7,301)	(10,356)	(4,000)	110,815	67,873
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
(6,942)	(31,427)	(8,403)	-	(126,476)
7,475	26,432	6,285	-	113,689
83	360	96	-	1,425
616	(4,635)	(2,022)	-	(11,362)
-	-	-	-	323
-	-	-	-	-
\$ -	\$ -	\$ -	\$ -	\$ 323

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF CASH FLOWS

GENERAL MORTGAGE REVENUE BONDS

For the Nine Months Ended March 31, 2026

(in thousands of dollars)

	General Mortgage Revenue Bonds II 2016 A	General Mortgage Revenue Bonds II 2018 A & B	General Mortgage Revenue Bonds II 2019 A & B	General Mortgage Revenue Bonds II 2020 A & B	General Mortgage Revenue Bonds II 2022 A & B
RECONCILIATION					
Operating income (loss) to net cash					
Operating income (loss)	\$ 962	\$ 3,439	\$ 2,690	\$ 4,485	\$ 3,740
<i>Adjustments:</i>					
Depreciation expense	-	-	-	-	-
Provision for loan loss	(29)	(19)	(26)	(32)	(3)
Net change in the fair value of investments	-	1	1	(221)	1
<i>Change in assets, liabilities and deferred resources:</i>					
Net (increase) decrease in mortgages and loans	2,903	1,892	2,604	3,204	260
Net increase (decrease) in assets, liabilities, and deferred resources	461	(275)	399	616	(124)
Net operating cash receipts (disbursements)	\$ 4,297	\$ 5,038	\$ 5,668	\$ 8,052	\$ 3,874

See accompanying notes to the financial statements.

General Mortgage Revenue Bonds II 2022 C	General Mortgage Revenue Bonds II 2024 A,B & C	General Mortgage Revenue Bonds II 2025 A	General Mortgage Revenue Bonds II 2026 A	Total March 31, 2026
\$ 2,636	\$ 10,777	\$ 4,639	\$ (122)	\$ 33,246
-	-	-	-	-
(42)	(53)	(10)	1,104	890
-	2	1	-	(215)
4,185	5,204	1,020	(109,274)	(88,002)
(94)	(939)	372	(2,523)	(2,107)
\$ 6,685	\$ 14,991	\$ 6,022	\$ (110,815)	\$ (56,188)

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF CASH FLOWS

COLLATERALIZED VETERANS MORTGAGE BONDS

For the Nine Months Ended March 31, 2026

(in thousands of dollars)

	Collateralized Bonds, 2016 1st & 2nd Series	Collateralized Bonds, 2019 1st & 2nd Series	Collateralized Bonds, 2023 1st Series	Collateralized Bonds, 2024 1st Series	Collateralized Bonds, 2025 1st Series
CASH FLOWS					
Operating activities					
Interest income on mortgages and loans	\$ 566	\$ 2,115	\$ 1,681	\$ 2,899	\$ 3,055
Principal receipts on mortgages and loans	2,603	4,828	4,748	6,160	2,096
Disbursements to fund mortgages and loans	-	-	-	-	-
Receipts (payments) for interfund loan transfers	(1,371)	-	(5,069)	(5,147)	(99,998)
Mortgage and loan proceeds receipts	-	-	-	-	-
Mortgage and loan proceeds paid to trust funds	-	-	-	-	-
Payroll-related disbursements	-	-	-	-	-
Payments for goods and services	-	-	-	-	-
Other operating cash receipts (payments)	-	-	-	-	-
Net cash receipts (disbursements)	1,798	6,943	1,360	3,912	(94,847)
Noncapital financing activities					
Receipts from externally funded programs	-	-	-	-	-
Receipts from Federal HAP subsidies	-	-	-	-	-
Payments for Federal HAP subsidies	-	-	-	-	-
Interfund receipts (payments)	-	-	-	-	-
Grant payments to other agencies	-	-	-	-	-
Proceeds from bond issuance	-	-	-	-	100,150
Principal paid on bonds	(1,085)	(1,290)	-	-	-
Payment of bond issuance costs	-	-	-	-	(1,146)
Interest paid on bonds	(278)	(154)	(1,059)	(1,577)	(748)
Proceeds from short-term debt issuance	-	-	-	-	-
Payment of short term debt	-	-	-	-	-
Contributions to State of Alaska or State agencies	-	-	-	-	-
Transfers from (to) other funds	-	(4,621)	-	-	996
Net cash receipts (disbursements)	(1,363)	(6,065)	(1,059)	(1,577)	99,252
Capital financing activities					
Acquisition of capital assets	-	-	-	-	-
Proceeds from direct financing leases	-	-	-	-	-
Net cash receipts (disbursements)	-	-	-	-	-
Investing activities					
Purchase of investments	(4,235)	(22,220)	(9,406)	(14,843)	(5,189)
Proceeds from maturity of investments	3,760	21,219	9,034	12,415	745
Interest received from investments	40	123	71	93	39
Net cash receipts (disbursements)	(435)	(878)	(301)	(2,335)	(4,405)
Net Increase (decrease) in cash	-	-	-	-	-
Cash at beginning of year	-	-	-	-	-
Cash at end of period	\$ -	\$ -	\$ -	\$ -	\$ -

**Total
March 31,
2026**

\$ 10,316
20,435
-
(111,585)
-
-
-
-

(80,834)

-
-
-
-
-
100,150
(2,375)
(1,146)
(3,816)
-
-
-

(3,625)

89,188

-
-

-

(55,893)
47,173
366

(8,354)

-
-

\$ -

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF CASH FLOWS

COLLATERALIZED VETERANS MORTGAGE BONDS

For the Nine Months Ended March 31, 2026

(in thousands of dollars)

	Collateralized Bonds, 2016 1st & 2nd Series	Collateralized Bonds, 2019 1st & 2nd Series	Collateralized Bonds, 2023 1st Series	Collateralized Bonds, 2024 1st Series	Collateralized Bonds, 2025 1st Series
RECONCILIATION					
Operating income (loss) to net cash					
Operating income (loss)	\$ 540	\$ 2,056	\$ 1,655	\$ 2,819	\$ 2,966
<i>Adjustments:</i>					
Depreciation expense	-	-	-	-	-
Provision for loan loss	(12)	(49)	(2)	(14)	965
Net change in the fair value of investments	(10)	(158)	(28)	(45)	-
<i>Change in assets, liabilities and deferred resources:</i>					
Net (increase) decrease in mortgages and loans	1,219	4,867	229	1,372	(95,495)
Net increase (decrease) in assets, liabilities, and deferred resources	61	227	(494)	(220)	(3,283)
Net operating cash receipts (disbursements)	\$ 1,798	\$ 6,943	\$ 1,360	\$ 3,912	\$ (94,847)

See accompanying notes to the financial statements.

**Total
March 31,
2026**

\$ 10,036

-
888
(241)

(87,808)

(3,709)

\$ (80,834)

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF CASH FLOWS

GOVERNMENTAL PURPOSE BONDS

For the Nine Months Ended March 31, 2026

(in thousands of dollars)

	Governmental Purpose Bonds 2001 A & B	Total March 31, 2026
CASH FLOWS		
Operating activities		
Interest income on mortgages and loans	\$ 2,915	\$ 2,915
Principal receipts on mortgages and loans	11,249	11,249
Disbursements to fund mortgages and loans	-	-
Receipts (payments) for interfund loan transfers	(9,901)	(9,901)
Mortgage and loan proceeds receipts	-	-
Mortgage and loan proceeds paid to trust funds	-	-
Payroll-related disbursements	-	-
Payments for goods and services	-	-
Other operating cash receipts (payments)	-	-
Net cash receipts (disbursements)	4,263	4,263
Noncapital financing activities		
Receipts from externally funded programs	-	-
Receipts from Federal HAP subsidies	-	-
Payments for Federal HAP subsidies	-	-
Interfund receipts (payments)	-	-
Grant payments to other agencies	-	-
Proceeds from bond issuance	-	-
Principal paid on bonds	(3,975)	(3,975)
Payment of bond issuance costs	-	-
Interest paid on bonds	(758)	(758)
Proceeds from short-term debt issuance	-	-
Payment of short term debt	-	-
Contributions to State of Alaska or State agencies	-	-
Transfers from (to) other funds	-	-
Net cash receipts (disbursements)	(4,733)	(4,733)
Capital financing activities		
Acquisition of capital assets	-	-
Proceeds from direct financing leases	-	-
Net cash receipts (disbursements)	-	-
Investing activities		
Purchase of investments	(38,648)	(38,648)
Proceeds from maturity of investments	38,829	38,829
Interest received from investments	289	289
Net cash receipts (disbursements)	470	470
Net Increase (decrease) in cash	-	-
Cash at beginning of year	-	-
Cash at end of period	\$ -	\$ -

	Governmental Purpose Bonds 2001 A & B	Total March 31, 2026
RECONCILIATION		
Operating income (loss) to net cash		
Operating income (loss)	\$ 2,705	\$ 2,705
<i>Adjustments:</i>		
Depreciation expense	-	-
Provision for loan loss	(9)	(9)
Net change in the fair value of investments	(316)	(316)
Interfund receipts (payments) for operations	-	-
Interest received from investments	-	-
Interest paid on bonds and capital notes	-	-
<i>Change in assets, liabilities and deferred resources:</i>		
Net (increase) decrease in mortgages and loans	936	936
Net increase (decrease) in assets, liabilities, and deferred resources	947	947
Net operating cash receipts (disbursements)	<u>\$ 4,263</u>	<u>\$ 4,263</u>

See accompanying notes to the financial statements.

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF CASH FLOWS

STATE CAPITAL PROJECT BONDS

For the Nine Months Ended March 31, 2026

(in thousands of dollars)

	State Capital Project Bonds II	Total March 31, 2026
CASH FLOWS		
Operating activities		
Interest income on mortgages and loans	\$ 57,781	\$ 57,781
Principal receipts on mortgages and loans	101,079	101,079
Disbursements to fund mortgages and loans	-	-
Receipts (payments) for interfund loan transfers	(85,982)	(85,982)
Mortgage and loan proceeds receipts	-	-
Mortgage and loan proceeds paid to trust funds	-	-
Payroll-related disbursements	-	-
Payments for goods and services	-	-
Other operating cash receipts (payments)	(91)	(91)
Net cash receipts (disbursements)	72,787	72,787
Noncapital financing activities		
Receipts from externally funded programs	-	-
Receipts from Federal HAP subsidies	-	-
Payments for Federal HAP subsidies	-	-
Interfund receipts (payments)	-	-
Grant payments to other agencies	-	-
Proceeds from bond issuance	144,378	144,378
Principal paid on bonds	(48,735)	(48,735)
Payment of bond issuance costs	(334)	(334)
Interest paid on bonds	(28,460)	(28,460)
Proceeds from short-term debt issuance	-	-
Payment of short term debt	-	-
Contributions to State of Alaska or State agencies	-	-
Transfers from (to) other funds	(118,323)	(118,323)
Net cash receipts (disbursements)	(51,474)	(51,474)
Capital financing activities		
Acquisition of capital assets	-	-
Proceeds from direct financing leases	3,304	3,304
Net cash receipts (disbursements)	3,304	3,304
Investing activities		
Purchase of investments	(434,532)	(434,532)
Proceeds from maturity of investments	408,540	408,540
Interest received from investments	1,284	1,284
Net cash receipts (disbursements)	(24,708)	(24,708)
Net Increase (decrease) in cash	(91)	(91)
Cash at beginning of year	196	196
Cash at end of period	\$ 105	\$ 105

	State Capital Project Bonds II	Total March 31, 2026
RECONCILIATION		
Operating income (loss) to net cash		
Operating income (loss)	\$ 56,757	\$ 56,757
<i>Adjustments:</i>		
Depreciation expense	-	-
Provision for loan loss	(187)	(187)
Net change in the fair value of investments	(1,734)	(1,734)
<i>Change in assets, liabilities and deferred resources:</i>		
Net (increase) decrease in mortgages and loans	15,499	15,499
Net increase (decrease) in assets, liabilities, and deferred resources	<u>2,452</u>	<u>2,452</u>
Net operating cash receipts (disbursements)	<u>\$ 72,787</u>	<u>\$ 72,787</u>

See accompanying notes to the financial statements.

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF CASH FLOWS

OTHER PROGRAM FUNDS

For the Nine Months Ended March 31, 2026

(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	\$ -	\$ -	\$ 141	\$ 1,064	\$ 1,205
Principal receipts on mortgages and loans	-	-	567	4,367	4,934
Disbursements to fund mortgages and loans	-	-	-	-	-
Receipts (payments) for interfund loan transfers	-	-	(1,040)	(5,363)	(6,403)
Mortgage and loan proceeds receipts	-	-	-	-	-
Mortgage and loan proceeds paid to trust funds	-	-	-	-	-
Payroll-related disbursements	(7,375)	(1,620)	-	-	(8,995)
Payments for goods and services	(9,208)	(1,810)	-	-	(11,018)
Other operating cash receipts (payments)	7,571	1,621	-	-	9,192
Net cash receipts (disbursements)	(9,012)	(1,809)	(332)	68	(11,085)
Noncapital financing activities					
Receipts from externally funded programs	12,707	2,149	-	-	14,856
Receipts from Federal HAP subsidies	-	-	-	-	-
Payments for Federal HAP subsidies	-	-	-	-	-
Interfund receipts (payments)	(2,357)	689	-	-	(1,668)
Grant payments to other agencies	-	-	-	-	-
Proceeds from bond issuance	-	-	-	-	-
Principal paid on bonds	-	-	-	-	-
Payment of bond issuance costs	-	-	-	-	-
Interest paid on bonds	-	-	-	-	-
Proceeds from short-term debt issuance	-	-	-	-	-
Payment of short term debt	-	-	-	-	-
Contributions to State of Alaska or State agencies	-	-	-	-	-
Transfers from (to) other funds	-	-	-	-	-
Net cash receipts (disbursements)	10,350	2,838	-	-	13,188
Capital financing activities					
Acquisition of capital assets	(1,756)	(863)	-	-	(2,619)
Proceeds from direct financing leases	-	-	-	-	-
Net cash receipts (disbursements)	(1,756)	(863)	-	-	(2,619)
Investing activities					
Purchase of investments	-	-	(682)	(5,321)	(6,003)
Proceeds from maturity of investments	-	-	993	5,149	6,142
Interest received from investments	143	140	21	104	408
Net cash receipts (disbursements)	143	140	332	(68)	547
Net Increase (decrease) in cash	(275)	306	-	-	31
Cash at beginning of year	17,007	14,941	-	-	31,948
Cash at end of period	\$ 16,732	\$ 15,247	\$ -	\$ -	\$ 31,979

Energy Programs	Section 8 Voucher Programs	Other Grants	COVID-19 Grants	Other Funds or Programs Subtotal	Alaska Corporation for Affordable Housing	Total March 31, 2026
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,205
-	-	-	-	-	-	4,934
-	-	-	-	-	-	-
-	-	-	-	-	-	(6,403)
-	-	-	-	-	-	-
(504)	(4,622)	(531)	-	(5,657)	(266)	(14,918)
(570)	(944)	(482)	(986)	(2,982)	(112)	(14,112)
-	18	150	-	168	4,127	13,487
(1,074)	(5,548)	(863)	(986)	(8,471)	3,749	(15,807)
4,701	8,941	16,413	-	30,055	-	44,911
-	30,770	-	-	30,770	-	30,770
-	(35,170)	-	-	(35,170)	-	(35,170)
2,019	(37)	12,525	14,246	28,753	33	27,118
(5,963)	(1,620)	(27,575)	(7,484)	(42,642)	-	(42,642)
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
757	2,884	1,363	6,762	11,766	33	24,987
-	-	(500)	(10,835)	(11,335)	-	(13,954)
-	-	-	-	-	-	-
-	-	(500)	(10,835)	(11,335)	-	(13,954)
-	-	-	-	-	-	(6,003)
-	-	-	-	-	-	6,142
11	41	-	(227)	(175)	200	433
11	41	-	(227)	(175)	200	572
(306)	(2,623)	-	(5,286)	(8,215)	3,982	(4,202)
741	3,073	-	10,989	14,803	6,499	53,250
\$ 435	\$ 450	\$ -	\$ 5,703	\$ 6,588	\$ 10,481	\$ 49,048

ALASKA HOUSING FINANCE CORPORATION

(A Component Unit of the State of Alaska)

STATEMENT OF CASH FLOWS

OTHER PROGRAM FUNDS

For the Nine Months Ended March 31, 2026

(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)	\$ (11,756)	\$ (2,659)	\$ 122	\$ 1,021	\$ (13,272)
<i>Adjustments:</i>					
Depreciation expense	3,007	944	-	-	3,951
Provision for loan loss	-	-	4	10	14
Net change in the fair value of investments	-	-	-	-	-
<i>Change in assets, liabilities and deferred resources:</i>					
Net (increase) decrease in mortgages and loans	-	-	(378)	(976)	(1,354)
Net increase (decrease) in assets, liabilities, and deferred resources	(263)	(94)	(80)	13	(424)
Net operating cash receipts (disbursements)	\$ (9,012)	\$ (1,809)	\$ (332)	\$ 68	\$ (11,085)

See accompanying notes to the financial statements.

Energy Programs	Section 8 Voucher Programs	Other Grants	COVID-19 Grants	Other Funds or Programs Subtotal	Alaska Corporation for Affordable Housing	Total March 31, 2026
\$ (2,413)	\$ (6,838)	\$ (2,429)	\$ (995)	\$ (12,675)	\$ (484)	\$ (26,431)
-	371	-	-	371	-	4,322
-	-	164	-	164	619	797
-	-	-	-	-	-	-
-	-	165	-	165	(1,149)	(2,338)
1,339	919	1,237	9	3,504	4,763	7,843
\$ (1,074)	\$ (5,548)	\$ (863)	\$ (986)	\$ (8,471)	\$ 3,749	\$ (15,807)

Other Financial Information

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

	2025	2024	2023	2022	2021
Assets					
Cash	\$ 71,755	\$ 88,608	\$ 80,205	\$ 84,731	\$ 108,769
Investments	599,256	634,502	784,796	981,786	1,033,065
Accrued interest receivable	16,273	15,104	16,664	14,791	14,850
Mortgage loans, notes and other loans	3,897,110	3,569,388	3,229,243	3,018,160	2,995,561
Net investment in direct financing lease	-	-	-	-	20,287
Capital assets, net	76,718	68,894	71,542	75,158	81,177
Other assets	73,331	87,040	70,344	66,358	38,510
Total Assets	4,734,443	4,463,536	4,252,794	4,240,984	4,292,219
Deferred Outflow of Resources					
	49,413	52,628	71,553	111,512	210,255
Liabilities					
Bonds and notes payable	2,802,648	2,618,772	2,347,283	2,277,492	2,366,206
Short term debt	127,493	45,938	128,476	149,771	131,697
Accrued interest payable	8,954	12,297	7,339	6,013	6,681
Other liabilities	103,104	138,634	150,617	202,682	211,197
Derivative instrument - interest rate swaps	30,229	27,057	39,013	73,728	168,250
Total Liabilities	3,072,428	2,842,698	2,672,728	2,709,686	2,883,031
Deferred Inflow of Resources					
	12,200	20,630	23,369	43,349	3,512
Total Net Position	\$ 1,699,228	\$ 1,652,836	\$ 1,628,250	\$ 1,599,461	\$ 1,615,931
Operating Revenues					
Mortgage and loans revenue	\$ 177,021	\$ 147,583	\$ 127,895	\$ 120,874	\$ 132,258
Investment interest	33,314	43,959	35,962	3,440	5,669
Net change in fair value of investments	2,953	282	3,158	820	(2,158)
Net change of hedge termination	-	-	281	875	579
Total Investment Revenue	36,267	44,241	39,401	5,135	4,090
Externally funded programs	157,013	105,067	156,657	283,006	154,023
Rental	12,267	12,307	11,509	11,280	11,219
Other	8,472	3,021	3,165	4,347	4,490
Total Operating Revenues	391,040	312,219	338,627	424,642	306,080
Operating Expenses					
Interest	99,980	91,885	79,853	60,780	70,987
Mortgage and loan costs	14,992	13,814	12,501	11,767	11,342
Operations and administration	66,059	53,648	47,774	48,911	50,360
Financing expenses	5,721	6,206	4,834	4,923	6,033
Provision for loan loss	10,113	7,317	1,640	485	(2,761)
Housing grants and subsidies	127,681	90,592	138,014	276,268	143,129
Rental housing operating expenses	16,778	18,506	17,175	19,274	17,012
Total Operating Expenses	341,324	281,968	301,791	422,408	296,102
Operating Income (Loss)	49,716	30,251	36,836	2,234	9,978
Non-Operating & Special Item					
Contribution to State or State agency	(3,324)	(5,665)	(8,047)	(933)	(1,011)
Change in Net Position	\$ 46,392	\$ 24,586	\$ 28,789	\$ 1,301	\$ 8,967