

**POLICIES AND PROCEDURES APPLICABLE  
TO THE TREASURY DIVISION,  
DEPARTMENT OF REVENUE,  
STATE OF ALASKA**



**APPENDIX AM**

**International Airports System Revenue Bond Issues**  
**Debt Service Schedules**

**\$179,175,000**  
**State of Alaska**  
**International Airports System Revenue Bonds**  
**\$162,500,000 Series 1999A**

**MATURITIES, PRINCIPAL AMOUNTS, INTEREST RATES AND PRICES OR YIELDS**  
**\$78,235,000 Serial Bonds**

<u>Maturity (October 1)</u>	<u>Principal Amount</u>	<u>Interest Rate</u>	<u>Price or Yield</u>	<u>Maturity (October 1)</u>	<u>Principal Amount</u>	<u>Interest Rate</u>	<u>Price or Yield</u>
2001	\$2,230,000	4.00%	3.50%	2010	\$5,495,000	5.125%	4.45%
2002	4,040,000	4.00	3.75	2010	170,000	4.45	100
2003	4,200,000	4.00	3.90	2011 <sup>1</sup>	5,905,000	5.125	4.55
2004	4,370,000	4.00	100	2011	50,000	4.55	100
2005	4,545,000	4.10	100	2012 <sup>1</sup>	6,115,000	5.125	4.65
2006	4,690,000	4.25	4.15	2012	145,000	4.65	100
2006	40,000	4.15	100	2013 <sup>1</sup>	6,305,000	5.125	4.74
2007	4,935,000	4.25	100	2013	275,000	4.70	4.74
2008	4,885,000	5.00	4.30	2014 <sup>1</sup>	6,815,000	5.125	4.83
2008	255,000	4.30	100	2014	100,000	4.75	4.83
2009	5,300,000	5.00	4.375	2015 <sup>1</sup>	6,650,000	5.125	4.92
2009	100,000	4.375	100	2015	620,000	4.80	4.92

**\$32,935,000 5% Term Bond Due October 1, 2019; Yield: 5.15%**  
 (Accrued Interest to Be Added)

**\$51,330,000 5% Term Bond Due October 1, 2024; Yield: 5.18%**  
 (Accrued Interest to Be Added)

**\$16,675,000 Series 1999B**

**MATURITIES, PRINCIPAL AMOUNTS, INTEREST RATES AND PRICES OR YIELDS**  
**\$8,290,000 Serial Bonds**

<u>Maturity (October 1)</u>	<u>Principal Amount</u>	<u>Interest Rate</u>	<u>Price or Yield</u>	<u>Maturity (October 1)</u>	<u>Principal Amount</u>	<u>Interest Rate</u>	<u>Price or Yield</u>
2001	\$240,000	4.00%	3.40%	2009	\$570,000	4.125%	4.25%
2002	435,000	4.00	3.65	2010	595,000	4.20	4.35
2003	450,000	4.00	3.80	2011	620,000	4.30	4.45
2004	470,000	4.00	3.90	2012	645,000	4.40	4.55
2005	485,000	4.00	100	2013	675,000	4.50	4.625
2006	505,000	4.00	4.05	2014	705,000	4.50	4.70
2007	525,000	4.00	4.10	2015	735,000	4.60	4.80
2008	550,000	4.00	4.15	2016	85,000	4.875	100

**\$3,225,000 5% Term Bond Due October 1, 2019; Yield: 5.05%**  
 (Accrued Interest to Be Added)

**\$5,160,000 5% Term Bond Due October 1, 2024; Yield: 5.08%**  
 (Accrued Interest to Be Added)

<sup>1</sup> Priced to par call date

**\$25,000,000**  
**State of Alaska**  
**International Airports System Revenue Bonds**

**Series 1999C**

**MATURITIES, PRINCIPAL AMOUNTS, INTEREST RATES AND PRICES OR YIELDS**  
**\$10,190,000 Serial Bonds**

<u>Maturity (October 1)</u>	<u>Principal Amount</u>	<u>Interest Rate</u>	<u>Price or Yield</u>	<u>Maturity (October 1)</u>	<u>Principal Amount</u>	<u>Interest Rate</u>	<u>Price or Yield</u>
2002	\$570,000	4.85%	4.50%	2009	\$805,000	5.30%	5.35%
2003	610,000	5.00	4.65	2010	845,000	5.40	5.45
2004	630,000	5.00	4.80	2011	895,000	5.60	100
2005	660,000	5.00	4.90	2012	945,000	5.70	100
2006	695,000	5.00	100	2013	995,000	5.75	5.80
2007	730,000	5.10	100	2014	1,045,000	5.75	5.85
2008	765,000	5.25	100				

\$3,555,000 6.10% Term Bond Due October 1, 2017; Price: 100%  
 (Accrued Interest to Be Added)

\$11,255,000 6.22% Term Bond Due October 1, 2024; Price: 100%  
 (Accrued Interest to Be Added)

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**\$140,780,000**  
**State of Alaska International Airports System**

**\$13,060,000**

**Revenue Bonds, Series 2002A (AMT)**

**MATURITIES, PRINCIPAL AMOUNTS, INTEREST RATES AND YIELDS**

<u>Maturity (October 1)</u>	<u>Principal Amount</u>	<u>Interest Rate</u>	<u>Yield</u>	<u>Maturity (October 1)</u>	<u>Principal Amount</u>	<u>Interest Rate</u>	<u>Yield</u>
2004	\$3,175,000	3.25%	3.50%	2006	\$3,405,000	4.125%	4.24%
2005	3,280,000	3.90	4.00	2007	3,200,000	4.40	4.52

(Accrued Interest to be Added)

**\$127,720,000**

**Revenue Bonds, Series 2002B (Non-AMT)**

**MATURITIES, PRINCIPAL AMOUNTS, INTEREST RATES AND YIELDS**

<u>Maturity (October 1)</u>	<u>Principal Amount</u>	<u>Interest Rate</u>	<u>Yield</u>	<u>Maturity (October 1)</u>	<u>Principal Amount</u>	<u>Interest Rate</u>	<u>Yield</u>
2007	\$ 735,000	4.15%	4.15%	2015	\$1,235,000	5.05%	5.07%
2008	1,320,000	4.30	4.32	2015	4,045,000	5.75	5.07C
2008	2,400,000	4.50	4.32	2016	155,000	5.125	5.14
2009	3,880,000	4.375	4.55	2016	5,420,000	5.75	5.14C
2010	1,175,000	4.65	4.65	2017	650,000	5.20	5.20
2010	2,875,000	5.25	4.65	2017	5,245,000	5.75	5.20C
2011	200,000	4.75	4.75	2018	620,000	5.25	5.25
2011	4,060,000	5.50	4.75	2018	5,610,000	5.75	5.25C
2012	1,270,000	4.85	4.85	2019	500,000	5.25	5.28
2012	3,220,000	5.50	4.85	2019	6,085,000	5.75	5.28C
2013	525,000	4.90	4.90	2020	1,165,000	5.30	5.32
2013	4,205,000	5.75	4.90C	2020	5,795,000	5.75	5.32C
2014	700,000	4.95	4.98	2021	7,355,000	5.25	5.43
2014	4,295,000	5.75	4.98C				

\$52,980,000 5.25% Term Bonds Due October 1, 2027; Yield: 5.52%

(Accrued Interest to Be Added)

\* C reflects yield to call date of October 1, 2012.

**\$94,925,000**  
**State of Alaska International Airports System**

**\$73,025,000**

**Revenue and Refunding Bonds, Series 2003A (AMT)**

**MATURITIES, PRINCIPAL AMOUNTS, INTEREST RATES AND YIELDS**

<u>Maturity</u> <u>(October 1)</u>	<u>Principal</u> <u>Amount</u>	<u>Interest</u> <u>Rate</u>	<u>Yield</u>	<u>Cusip</u> <u>Number</u>	<u>Maturity</u> <u>(October 1)</u>	<u>Principal</u> <u>Amount</u>	<u>Interest</u> <u>Rate</u>	<u>Yield</u>	<u>Cusip</u> <u>Number</u>
				<b>011842</b>					<b>011842</b>
2004	\$1,770,000	2.00%	NRO	LT6	2014	\$4,570,000	4.10%	4.35%	MK4
2005	3,545,000	2.00	1.85%	LU3	2014	165,000	4.30	4.35	MJ7
2006	3,435,000	2.20	2.24	LVI	2015	225,000	4.45	4.45	ML2
2007	675,000	2.50	2.63	LW9	2015	4,715,000	5.50	4.45 <sup>1</sup>	MM0
2007	2,910,000	3.00	2.63	LX7	2016	70,000	4.55	4.58	MN8
2008	3,690,000	3.00	3.03	LY5	2016	2,615,000	5.50	4.58 <sup>1</sup>	MP3
2009	3,810,000	3.25	3.32	LZ2	2017	350,000	4.65	4.69	MQ1
2010	535,000	3.60	3.64	MA6	2017	2,485,000	5.50	4.69 <sup>1</sup>	MR9
2010	3,405,000	5.25	3.64	MB4	2018	240,000	4.70	4.74	MS7
2011	295,000	3.80	3.91	MC2	2018	2,745,000	5.50	4.74 <sup>1</sup>	MT5
2011	3,855,000	5.00	3.91	MD0	2019	10,000	4.75	4.78	MU2
2012	3,795,000	4.00	4.10	MF5	2019	3,135,000	5.50	4.78 <sup>1</sup>	MV0
2012	565,000	4.10	4.10	MB8	2020	3,320,000	5.50	4.85 <sup>1</sup>	MW8
2013	3,805,000	4.00	4.22	MH1	2021	3,505,000	5.00	5.00	MX6
2013	740,000	4.20	4.22	MG3	2022	3,680,000	5.00	5.05	MY4

\$4,365,000 5.0% Term Bond Due October 1, 2024; Yield: 5.10%; Cusip Number 011842MZ1

**\$21,900,000**

**Revenue Bonds, Series 2003B (Non-AMT)**

\$600,000 4.875% Term Bonds Due October 1, 2024; Yield: 4.875%; Cusip Number 011842NA5

\$11,675,000 5.0% Term Bonds Due October 1, 2026; Yield: 4.95%<sup>1</sup>; Cusip Number 011842NB3

\$9,625,000 5.0% Term Bonds Due October 1, 2028; Yield: 4.98%<sup>1</sup>; Cusip Number 011842NC1

<sup>1</sup> Priced to call at 100% on October 1, 2013.

State of Alaska

\$344,595,000

International Airports System Revenue and Refunding Bonds  
consisting of:

\$118,975,000

Revenue Bonds, Series 2006A (AMT)

Dated: Date of Delivery

Due: October 1, as shown below

The Series 2006A Bonds will be issued in fully registered form without coupons in denominations of \$5,000 or any integral multiple thereof. Interest on the Series 2006A Bonds will be payable April 1 and October 1, commencing October 1, 2006.

MATURITIES, PRINCIPAL AMOUNTS, INTEREST RATES, YIELDS, AND CUSIP†

<u>Maturity</u> <u>(October 1)</u>	<u>Principal</u> <u>Amount</u>	<u>Interest</u> <u>Rate</u>	<u>Yield</u>	<u>Cusip</u> <sup>†</sup> <u>011842</u>	<u>Maturity</u> <u>(October 1)</u>	<u>Principal</u> <u>Amount</u>	<u>Interest</u> <u>Rate</u>	<u>Yield</u>	<u>Cusip</u> <sup>†</sup> <u>011842</u>
2007	\$1,400,000	4.00%	3.56%	NJ6	2014	\$7,200,000	5.00%	4.11%	NY3
2007	275,000	3.50	3.56	NH0	2014	570,000	4.125	4.11	NX5
2008	3,745,000	5.00	3.70	NL1	2015	8,005,000	5.00	4.16	PA3
2008	2,135,000	3.75	3.70	NK3	2015	150,000	4.15	4.16	NZ0
2009	4,040,000	5.00	3.75	NN7	2016	7,645,000	4.00	4.21	PC9
2009	2,105,000	3.75	3.75	NM9	2016	915,000	4.20	4.21	PB1
2010	6,400,000	5.00	3.83	NQ0	2017	8,795,000	5.00	4.25 <sup>(c)</sup>	PE5
2010	25,000	3.80	3.83	NP2	2017	110,000	4.25	4.25	PD7
2011	6,315,000	5.00	3.92	NS6	2018	9,280,000	5.00	4.29 <sup>(c)</sup>	PG0
2011	435,000	4.00	3.92	NR8	2018	70,000	4.25	4.29	PF2
2012	5,530,000	5.00	4.00	NU1	2019	9,815,000	5.00	4.33 <sup>(c)</sup>	PH8
2012	1,550,000	4.00	4.00	NT4	2020	10,305,000	5.00	4.37 <sup>(c)</sup>	PJ4
2013	5,410,000	5.00	4.06	NW7	2021	10,820,000	5.00	4.40 <sup>(c)</sup>	PK1
2013	2,010,000	4.00	4.06	NV9	2022	3,550,000	5.00	4.43 <sup>(c)</sup>	PM7
					2022	370,000	4.40	4.43	PL9

(c) Priced to Call at 100% on October 1, 2016.

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**\$70,760,000**

**Revenue Bonds, Series 2006B (Non-AMT)**

Dated: Date of Delivery

Due: October 1, as shown below

The Series 2006B Bonds will be issued in fully registered form without coupons in denominations of \$5,000 or any integral multiple thereof. Interest on the Series 2006B Bonds will be payable April 1 and October 1, commencing October 1, 2006.

**MATURITIES, PRINCIPAL AMOUNTS, INTEREST RATES, YIELDS, AND CUSIP<sup>†</sup>**

<u>Maturity</u> <u>(October 1)</u>	<u>Principal</u> <u>Amount</u>	<u>Interest</u> <u>Rate</u>	<u>Yield</u>	<u>Cusip</u> <sup>†</sup> <u>011842</u>	<u>Maturity</u> <u>(October 1)</u>	<u>Principal</u> <u>Amount</u>	<u>Interest</u> <u>Rate</u>	<u>Yield</u>	<u>Cusip</u> <sup>†</sup> <u>011842</u>
2022	\$7,445,000	5.00%	4.21% <sup>(c)</sup>	PN5	2025	\$13,150,000	5.00%	4.28% <sup>(c)</sup>	PR6
2023	11,930,000	5.00	4.23 <sup>(c)</sup>	PP0	2026	13,810,000	5.00	4.30 <sup>(c)</sup>	PS4
2024	12,525,000	5.00	4.25 <sup>(c)</sup>	PQ8	2027	11,900,000	5.00	4.32 <sup>(c)</sup>	PT2

(c) Priced to Call at 100% on October 1, 2016.

**\$50,000,000**

**Variable Rate Demand Revenue Bonds, Series 2006C (AMT)**

\$50,000,000 Term Bonds; Dated: Date of Delivery; Due October 1, 2030; Price 100%; CUSIP<sup>†</sup> No.: 011842QY0

The Series 2006C Bonds (the "Variable Rate Bonds") will initially bear interest at a weekly rate from their date of issuance until maturity or until such Variable Rate Bonds are converted to another interest rate mode (as described herein). The weekly rate shall be determined on Tuesday of each week (or if such day is not a Business Day, on the immediately preceding Business Day) by UBS Securities LLC, as Remarketing Agent.

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**\$104,860,000**

**Revenue Refunding Bonds, Series 2006D (Non-AMT)**

Dated: Date of Delivery

Due: October 1, as shown below

The Series 2006D Bonds will be issued in fully registered form without coupons in denominations of \$5,000 or any integral multiple thereof. Interest on the Series 2006D Bonds will be payable April 1 and October 1, commencing October 1, 2006.

**MATURITIES, PRINCIPAL AMOUNTS, INTEREST RATES, YIELDS, AND CUSIP<sup>†</sup>**

<u>Maturity (October 1)</u>	<u>Principal Amount</u>	<u>Interest Rate</u>	<u>Yield</u>	<u>Cusip<sup>†</sup> 011842</u>	<u>Maturity (October 1)</u>	<u>Principal Amount</u>	<u>Interest Rate</u>	<u>Yield</u>	<u>Cusip<sup>†</sup> 011842</u>
2007	\$130,000	3.50%	3.40%	PU9	2018	\$200,000	4.00%	4.10%	QJ3
2008	135,000	3.50	3.42	PV7	2018	6,950,000	5.00	4.10 <sup>(c)</sup>	QK0
2009	140,000	3.50	3.44	PW5	2019	550,000	4.125	4.13	QL8
2010	145,000	3.50	3.48	PX3	2019	6,955,000	5.00	4.13 <sup>(c)</sup>	QM6
2011	150,000	3.625	3.56	PY1	2020	7,875,000	5.00	4.15 <sup>(c)</sup>	QN4
2012	155,000	3.625	3.69	PZ8	2021	8,270,000	5.00	4.17 <sup>(c)</sup>	QP9
2013	160,000	3.75	3.77	QA2	2022	150,000	4.20	4.21	QQ7
2014	170,000	4.00	3.84	QB0	2022	8,530,000	5.00	4.21 <sup>(c)</sup>	QR5
2015	2,300,000	4.00	3.90	QC8	2023	9,110,000	5.00	4.23 <sup>(c)</sup>	QS3
2015	1,965,000	4.75	3.90	QD6	2024	9,570,000	5.00	4.25 <sup>(c)</sup>	QT1
2016	600,000	4.00	3.97	QE4	2025	8,860,000	5.00	4.28 <sup>(c)</sup>	QU8
2016	5,915,000	4.75	3.97	QF1	2026	250,000	4.25	4.30	QV6
2017	825,000	4.00	4.04	QG9	2026	9,050,000	5.00	4.30 <sup>(c)</sup>	QW4
2017	5,990,000	5.00	4.04 <sup>(c)</sup>	QH7	2027	9,760,000	5.00	4.32 <sup>(c)</sup>	QX2

(c) Priced to Call at 100% on October 1, 2016.

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## OFFICIAL STATEMENT

Relating to

**\$50,000,000**

**State of Alaska**

**International Airports System Variable Rate Demand Revenue Refunding Bonds  
Series 2009A (AMT)**

### INTRODUCTION

The purpose of this Official Statement, including the cover page and the appendices hereto, is to set forth certain information concerning the State of Alaska (the "State"), the Alaska International Airports System ("AIAS" or the "System"), the Ted Stevens Anchorage International Airport (referred to herein as "ANC" or "Anchorage International Airport"), the Fairbanks International Airport (referred to herein as "FAI" or "Fairbanks International Airport") and certain other matters in connection with the sale of \$50,000,000 principal amount of State of Alaska International Airports System Variable Rate Demand Revenue Refunding Bonds, Series 2009A (AMT) (the "Bonds").

The Bonds are issued under Alaska Statutes 37.15.410 – 37.15.550, inclusive (the "Act"). The Bonds are issued pursuant to, and are secured by, Resolution No. 68-4 of the State Bond Committee adopted April 11, 1968, as amended and restated by the State Bond Committee's Resolution No. 99-01 adopted January 28, 1999 (the "General Bond Resolution"), and as supplemented by the State Bond Committee's Supplemental Bond Resolution No. 2008-08, adopted December 22, 2008 (the "Supplemental Bond Resolution," and together with the General Bond Resolution, the "Bond Resolution"). Under the terms of the Act and the Bond Resolution, the Bonds are secured by and are payable from (on a parity basis with all other bonds which have been issued (the "Outstanding Parity Bonds") and may be issued (the "Future Parity Bonds") under the General Bond Resolution) the Revenues derived by the State from the ownership, lease, use and operation of the System. Other than Revenues derived by the State from the System, funds held in the State's International Airports Construction Fund, and Passenger Facility Charges collected by the System, no money has been, or is expected to be, provided from any other source for the payment of the Bonds or of any other bonds issued under the Bond Resolution. See "SECURITY FOR THE BONDS – Limited Liability."

The Bond Resolution does not limit the amount of Future Parity Bonds that may be issued under the General Bond Resolution; however, the Act currently limits the cumulative principal amount of bonds authorized to not more than \$812,500,000 (excluding refunding bonds). The State Bond Committee has issued a total of \$760,063,932 principal amount of revenue bonds pursuant to the authority granted by the Act (excluding refunding bonds and not including the Bonds). As of June 30, 2008, there are \$616,390,000 of Outstanding Parity Bonds.

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The Outstanding Parity Bonds, as of June 30, 2008, are as follows:

<u>Designation</u>	<u>Dated Date of Issue</u>	<u>Original Principal Amount</u>	<u>Current Outstanding Principal Amount</u>
International Airports System Revenue Bonds, Series 1999A (AMT)	01/15/99	\$162,500,000	\$133,450,000
International Airports System Revenue Bonds, Series 1999B (Non-AMT)	01/15/99	16,675,000	5,095,000
International Airports System Revenue Bonds, Series 1999C (AMT)	10/01/99	25,000,000	21,105,000
International Airports System Revenue Bonds, Series 2002B (Non-AMT)	04/01/02	127,720,000	31,360,000
International Airports System Revenue and Refunding Bonds, Series 2003A (AMT)	12/11/03	73,025,000	60,690,000
International Airports System Revenue Bonds, Series 2003B (Non-AMT)	12/11/03	21,900,000	21,900,000
International Airports System Revenue Bonds, Series 2006A (AMT)	03/14/06	118,975,000	117,300,000
International Airports System Revenue Bonds, Series 2006B (Non-AMT)	03/14/06	70,760,000	70,760,000
International Airports System Variable Rate Demand Revenue Bonds, Series 2006C (AMT)	03/14/06	50,000,000	50,000,000
International Airports System Revenue Refunding Bonds, Series 2006D (Non-AMT)	03/14/06	<u>104,860,000</u>	<u>104,730,000</u>
<b>Total</b>		<b><u>\$771,415,000</u></b>	<b><u>\$616,390,000</u></b>

**THE BONDS ARE NOT GENERAL OBLIGATIONS OF THE STATE, AND THE STATE DOES NOT PLEDGE ITS FULL FAITH AND CREDIT TO THE PAYMENT OF THE BONDS. THE ISSUANCE OF THE BONDS DOES NOT DIRECTLY OR INDIRECTLY OR CONTINGENTLY OBLIGATE THE STATE OR ANY POLITICAL SUBDIVISION THEREOF TO APPLY MONEY FROM, OR LEVY OR PLEDGE, ANY FORM OF TAXATION WHATSOEVER TO THE PAYMENT OF THE BONDS. THE BONDS ARE SPECIAL, LIMITED OBLIGATIONS OF THE STATE PAYABLE OUT OF AND SECURED ONLY BY THE REVENUES DESCRIBED ABOVE.**

The Bonds are being issued as variable rate bonds and are scheduled to mature on October 1, 2030. Initially, the Bonds will be issued in the Weekly Mode and bear interest at Weekly Rates. Merrill Lynch, Pierce, Fenner & Smith Incorporated will serve as the initial Remarketing Agent for the Bonds. See "DESCRIPTION OF THE BONDS – General Description" and "REMARKETING AGENT."

The State may elect to convert the Bonds to a Commercial Paper Mode, Daily Mode, Long Term Mode or Fixed Mode. See "DESCRIPTION OF THE BONDS – Interest Rate Modes." This Official Statement describes the Bonds only in the Daily Mode or Weekly Mode. The State anticipates preparing a new disclosure document in the event all of the Bonds are converted to a Mode other than the Daily Mode or Weekly Mode.

Payments of principal of and interest on the Bonds will be initially supported by an irrevocable direct-pay letter of credit (the "Letter of Credit") issued in favor of the Registrar by State Street Bank and Trust Company (the "Bank"). The Registrar will be authorized, subject to the terms and conditions of the Letter of Credit, to draw thereunder up to an amount sufficient to pay (i) the principal of the Bonds (other than Bank-owned Bonds or Bonds registered in the name of the State) when due, at stated maturity or upon redemption, (ii) the portion of the Purchase Price equal to the principal amount of the Bonds (other than Bank-owned Bonds or Bonds registered in the name of the State) tendered for optional or mandatory purchase and not remarketed, or remarketed but for which payment has not been received, and (iii) up to 35 days' interest accrued on the Bonds bearing interest at the Daily Rate or the Weekly Rate, calculated at a rate of 12% per annum, all as described herein. The stated expiration date of the Letter of Credit is January 6, 2012, which date may be extended at the discretion of the Bank upon request of the State. The Bank may terminate the Letter of Credit prior to its stated expiration date under the circumstances described herein. Upon satisfaction of the terms and conditions described herein, the State may replace the Letter of Credit with an Alternate Credit Facility. See "THE LETTER OF CREDIT AND THE REIMBURSEMENT AGREEMENT."

This Official Statement contains financial information taken or derived from the audited financial statements and unaudited records of the System. All of the financial information taken or derived from the financial statements of the State and all of the summaries of resolutions, statutes, agreements and other documents contained in this Official Statement are made subject to, and are qualified in their entirety by reference to, such financial statements, resolutions, statutes, agreements and documents. A copy of the audited financial statements of the System as of and for the years ended June 30, 2008 and 2007, with an Independent Auditors Report, appears as APPENDIX A hereto. Mikunda, Cottrell & Co., Inc., the System's

**State of Alaska**

**\$171,060,000**

**International Airports System Revenue and Refunding Bonds  
consisting of:**

**\$117,270,000**

**Revenue Refunding Bonds, Series 2010A (Private Activity – AMT)**

Dated: Date of Delivery

Due: October 1, as shown below

The Series 2010A Bonds will be issued in fully registered form without coupons in denominations of \$5,000 or any integral multiple thereof. Interest on the Series 2010A Bonds will be payable October 1 and April 1, commencing April 1, 2011.

**MATURITIES, PRINCIPAL AMOUNTS, INTEREST RATES, YIELDS, PRICE, AND CUSIP†**

<b>Maturity (October 1)</b>	<b>Principal Amount</b>	<b>Interest Rate</b>	<b>Yield</b>	<b>Price</b>	<b>Cusip† 011842</b>
2014	\$5,175,000	4.00%	2.160%	107.024%	RJ2
2015	680,000	5.00	2.600	111.196	RK9
2016	610,000	5.00	3.000	110.916	RL7
2017	6,165,000	5.00	3.300	110.555	RM5
2018	6,550,000	5.00	3.540	110.100	RN3
2019	10,225,000	5.00	3.770	109.318	RP8
2020	10,580,000	5.00	3.940	108.695	RQ6
2021	10,935,000	5.00	4.090	107.410c	RR4
2022	11,315,000	5.00	4.230	106.228c	RS2
2023	11,715,000	5.00	4.330	105.393c	RT0
2025	17,065,000	5.00	4.470	104.238c	RV6
2026	12,950,000	5.00	4.650	103.584c	RW3
2027	13,305,000	5.00	4.640	102.855c	RX1

<sup>c</sup> Priced to call on October 1, 2020.

**\$21,685,000**

**Revenue Refunding Bonds, Series 2010B (Governmental – Non-AMT)**

Dated: Date of Delivery

Due: October 1, as shown below

The Series 2010B Bonds will be issued in fully registered form without coupons in denominations of \$5,000 or any integral multiple thereof. Interest on the Series 2010B Bonds will be payable October 1 and April 1, commencing April 1, 2011.

**MATURITIES, PRINCIPAL AMOUNTS, INTEREST RATES, YIELDS, PRICE, AND CUSIP†**

<b>Maturity (October 1)</b>	<b>Principal Amount</b>	<b>Interest Rate</b>	<b>Yield</b>	<b>Price</b>	<b>Cusip† 011842</b>
2011	\$2,100,000	1.50%	0.650%	100.850%	RY9
2012	2,145,000	3.00	0.870	104.225	RZ6
2013	2,225,000	4.00	1.160	108.364	SA0
2014	2,745,000	5.00	1.480	113.640	SB8
2015	2,890,000	5.00	1.890	114.786	SC6
2016	3,035,000	5.00	2.250	115.367	SD4
2017	3,190,000	5.00	2.550	115.626	SE2
2018	3,355,000	5.00	2.790	115.757	SF9

**\$12,565,000**

**Revenue Bonds, Series 2010C (Private Activity – Non-AMT)**

Dated: Date of Delivery

Due: October 1, as shown below

The Series 2010C Bonds will be issued in fully registered form without coupons in denominations of \$5,000 or any integral multiple thereof. Interest on the Series 2010C Bonds will be payable October 1 and April 1, commencing April 1, 2011.

**MATURITY, PRINCIPAL AMOUNT, INTEREST RATE, YIELD, PRICE, AND CUSIP†**

\$12,565,000 5.00% Term Bond Due October 1, 2033; Yield: 4.380%; Price 104.979%; Cusip† No. 011842SG7

<sup>c</sup> Priced to call on October 1, 2020.

**\$19,540,000**

**Revenue Bonds, Series 2010D (Taxable Build America Bonds – Direct Payment to Issuer)**

Dated: Date of Delivery

Due: October 1, as shown below

The Series 2010D Bonds will be issued in fully registered form without coupons in denominations of \$5,000 or any integral multiple thereof. Interest on the Series 2010D Bonds will be payable October 1 and April 1, commencing April 1, 2011.

**MATURITY, PRINCIPAL AMOUNT, INTEREST RATE, YIELD, PRICE, AND CUSIP†**

\$19,540,000 6.284% Term Bond Due October 1, 2035; Yield: 6.284%; Price 100.00%; Cusip† No. 011842SH5

<sup>†</sup> Copyright 2010, American Banker's Association. The CUSIP numbers herein are provided by Standard & Poor's, CUSIP Service Bureau, a division of the McGraw-Hill Companies Inc. These numbers are not intended to create a database and do not serve in any way as a substitute for the CUSIP Service. CUSIP numbers are provided for convenience of reference only. CUSIP numbers are subject to change. Neither AIAS nor the Underwriters take any responsibility for the accuracy of such CUSIP numbers.