

MINUTES
STATE BOND COMMITTEE
February 10, 2011

A meeting of the State Bond Committee was held at 1:30 p.m. on February 10, 2011 at the Department of Revenue, Commissioner's Conference Room, Juneau, Alaska.

State Bond Committee Members present in Juneau were:

Don Habeger, Director of Division of Corporations, Business and
Professional Licensing, Department of Commerce, Community &
Economic Development
Jerry Burnett, Deputy Commissioner, Department of Revenue
Kim Garnero, Director Division of Finance, Department of Administration

Also present was:

Deven Mitchell, Debt Manager, Department of Revenue

I. Call to Order

Mr. Habeger called the meeting to order at 1:35 p.m. AST.

II. Roll Call

Mr. Mitchell took roll call. Ms. Garnero, Mr. Burnett and Mr. Habeger were present.

III. Public Meeting Notice

A copy of the Advertising Order and Affidavit of Publication concerning the date, location, and purpose of the meeting were reviewed and made a part of the minutes of the meeting. Mr. Mitchell stated the meeting notice was advertised in the State's Online Public Notice.

IV. Approval of Agenda

The agenda was adopted without objection.

V. Minutes of December 7, 2010

Mr. Burnett moved and Ms. Garnero seconded approval of the minutes. The minutes were approved without objection.

VI. Public Comment

Mr. Habeger asked for public participation and comment. There was none.

VII. New Business

Resolution 2011-01

Mr. Mitchell introduced the first item of business, Resolution 2011-01, a resolution of the State Bond Committee of the State of Alaska allocating calendar year 2010 private activity bond volume limit and Qualified Public Education Facilities allocation. Mr. Mitchell explained that the resolution provided for remittance of unused allocation from the Alaska Industrial Development and Export Authority (AIDEA) back to the Committee and re-allocation of the amount to the Alaska Housing Finance Corporation (AHFC). The allocation can be made in 2011 as the carry forward requirements of the IRS allow until February 15 to file. Additionally the resolution allocates the \$5 million Qualified Public Education Facilities Allocation to AIDEA. There has never been an issuance of bonds using this allocation, but by allocating to AIDEA it allows the cap to be carried forward for three years, making possible an issuance of up to \$20 million. The Committee entered into a discussion of the history of the private activity cap allocation process. Following additional discussion Mr. Burnett moved that State Bond Committee Resolution 2011-01 be approved. Ms. Garnero seconded the motion. Mr. Mitchell took the roll and the motion passed by three yes votes.

Debt Manager's Report

Mr. Mitchell reported that the general obligation bonds were successfully closed since the last meeting. The Department of Revenue is working with the Department of Administration, Department of Transportation, Department of Education, and Department of Commerce, Community & Economic Development to develop administrative guidelines for expending the proceeds of the sale.

There have been no bond issuance related bills introduced this legislative session.

VIII. Committee Member Comments

There were none.

IX. Schedule Next Meeting

Mr. Mitchell indicated that the next meeting date is uncertain at this time.

X. Adjournment

The meeting was adjourned at 1:59 p.m.

Susan Bell, Commissioner
Department of Commerce and Economic Development
Chairman

ATTEST:

Bryan Butcher, Commissioner
Department of Revenue
Secretary