ALASKA INDUSTRIAL DEVELOPMENT AND EXPORT AUTHORITY

RESOLUTION NO. G26-15

RESOLUTION OF THE ALASKA INDUSTRIAL DEVELOPMENT AND EXPORT AUTHORITY DETERMINING DIVIDENDS TO BE MADE AVAILABLE TO THE STATE FOR FISCAL YEAR 2028; PROVIDING ALLOCATIONS; AND A PROCEDURE FOR MAKING DIVIDENDS AVAILABLE

WHEREAS, pursuant to AS 44.88.088, (the "Dividend Statute"), the Alaska Industrial Development and Export Authority (the "Authority") acting through the Board is authorized by the Legislature to determine the amount of payment of a dividend to the State treasury each fiscal year from three of the Authority's funds;

WHEREAS, pursuant to the Dividend Statute, the dividend the Board is authorized to declare may not be less than 25 percent nor more than 50 percent of the statutorily defined audited net income of the Authority's Revolving Fund, the Sustainable Energy Transmission and Supplement Development (SETS) Fund, and the Arctic Infrastructure Development Fund (AIDF) for the fiscal year that was two years prior to the base fiscal year in which the dividend is to be made available. The dividend may not exceed the unrestricted net income for the base fiscal year;

WHEREAS, the Alaska Legislature, enacted the AIDEA dividend statute through passage of SCS CSHB 526 (FIN) am S (1996). In this bill, the legislature limited the authority delegated to the Board to determine the dividend at between a minimum of 25 percent, but not more than 50 percent, of statutory net income for the base fiscal year that was two years prior;

WHEREAS, the Alaska legislature passed the bill with statutory guidelines for the dividend of the Authority and vested discretion to act within these limits with the Board of the Authority. The intent of the Legislature was to remove the issue of the amount of the dividend from being an annual political decision and to preserve the "fiscal integrity" of the Authority. Limiting the amount of AIDEA assets available for appropriation would provide AIDEA the ability to achieve its financing, job creation, and investment mission because underwriters and investors would be secure AIDEA assets underpinning investments would not be appropriated in arbitrary amounts by the Legislature. Investors, financiers, bond purchasers, and others partners

could issue or participate in debt obligations, partnerships, or investments of the Authority with confidence. This would also allow the Authority to fulfill its mission to provide the financial assistance necessary to develop jobs and resources of the State of Alaska, reduce unemployment, and improve the health and welfare of Alaskans. AS 44.88.010;

WHEREAS, the staff of the authority has provided the Board with financial information and statements indicating the range of allowable and legally authorized dividend ranges under the Act for the Revolving Fund in fiscal year 2028 (the "Revolving Fund Dividend Amount"), the SETS Fund in fiscal year 2028, and the Arctic Infrastructure Development Fund in fiscal year 2028;

WHEREAS, in declaring a dividend for fiscal year 2028 within the ranges allowed under law, the Authority will not be materially impeded from continuing to fulfill its vital economic mission to the State;

WHEREAS, it is in the best interest of the State and the Authority that the Authority's staff work with the State Department of Revenue to determine the timing of when during the 2028 fiscal year the dividend amount should be made available to the State.

NOW THEREFORE, BE IT RESOLVED BY THE ALASKA INDUSTRIAL DEVELOPMENT AND EXPORT AUTHORITY AS FOLLOWS:

Section 1. In accordance with AS 44.88.088(a)(1), the Authority shall make available to the State a dividend of $15,534,944 from the Revolving Fund and $75,895 from the SETS Fund, for a total dividend of $15,610,839 for fiscal year 2028. This amount is approximately 25% of the statutory net income of the Revolving Fund and SETS Fund for fiscal year 2026.

Section 2. The staff of the Authority is hereby authorized to work with the Department of Revenue to establish the timing of when, during the fiscal year 2028, the fiscal year 2028 dividend payment amounts will be made available to the State.

Section 3. The Executive Director of the Authority is hereby authorized and directed to notify the Commissioner of Revenue, in accordance with AS 44.88.088, of the amount and timing of the dividends made available pursuant to this resolution.

Section 4. The Executive Director is authorized and directed to take such actions as may be necessary to implement this resolution, subject to the valid appropriation authority of the legislature of the dividends made available pursuant to this resolution, such actions as may be necessary to transfer the dividends to the State.

Dated at Anchorage, Alaska, this 4th Day of November, 2026.

ALASKA INDUSTRIAL DEVELOPMENT AND EXPORT AUTHORITY
CORPORATE SEAL
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Chair

Secretary