



Alaska State Legislature

Senate Majority Web: www.akrepublicans.org

Sponsor: Senator Bert Stedman
Current Version: SB 265
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Fact Sheet for: Senate Bill 265

Short Title: BONDS OF BOND BANK AUTHORITY

Summary:

- Increases the bond authority of the Alaska Municipal Bond Bank from \$500 million to \$750 million.

Benefits:

- Allows Alaskan communities to borrow funds for necessary capital improvements.

Background:

- The Alaska Municipal Bond Bank was formed to bring communities together so bond sales could be packaged in a manner that lowers the overhead costs to communities and reduces risk for investors. The bond bank only has the legal authority to loan out an additional \$50 million. However, it will receive applications for bonds totaling \$80 million over the next six months. SB 265 increases the bank's bonding authority and allows those communities to issue bonds and receive adequate funding for capital improvements.