



To: Participation Program Lenders

From: Tiffany Janssen  
Chief Lending Officer

Date: June 24, 2024

Subject: AIDEA's Allocable Expense of Operation Update

Dear Participating Lender,

Effective July 1, 2024, in compliance with regulation 3 AAC 99.350, AIDEA's allocable expense of operation will be increased from 60 basis points to 120 basis points. This will be implemented on the interest rate for all loans that are in process and not yet decisioned by the Investment Committee. AIDEA's weekly published rate includes the allocable expense of operation.

AIDEA's funding rates are indexed and set by 3 AAC99.350:

**Fixed Rate:** The Federal Home Loan Bank of Des Moines Fixed-Rate Advances Index that most closely matches the term of the loan plus AIDEA's allocable cost of operation; OR the five year return on the investment funds of the authority plus AIDEA's allocable cost of operations; whichever is greater.

**Variable Rate:** The Federal Home Loan Bank of Des Moines Fixed-Rate Advances Index that most closely matches the time period of adjustment plus 100 basis points plus AIDEA's allocable cost of operations; OR 375 basis points plus AIDEA's allocable cost of operations; whichever is greater.

If you have any questions, please contact our Loan Participation department at (907) 771-3006.

Thank you,

A handwritten signature in blue ink, appearing to read "Tiffany Janssen", is written over a white background.

Tiffany Janssen  
Chief Lending Officer