

MEMORANDUM

State of Alaska Department of Revenue Permanent Fund Dividend Division

TO: Karen Rehfeld
Director
Office of Management and Budget

DATE: November 2, 2011

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FROM: Dan DeBartolo
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SUBJECT: FY 13 PFD Fund Appropriation
for Departments of Public Safety
and Corrections

As required under AS 43.23.028(a)(6), the amount of dividends that would have been paid this year to individuals who were sentenced or incarcerated under AS 43.23.005(d) and would have otherwise been eligible is **\$16,688,410.00**.

Attached is our calculation for the basis of the FY 13 amount. The amount is based on the total amount of 2011 Permanent Fund Dividends that would have been paid to individuals had they not been determined ineligible because of criminal activities in calendar year 2010 (the qualifying year for the 2011 dividend).

Under AS 43.23.005(d), individuals are not eligible for a dividend if during the qualifying year, the individual was:

- Sentenced as a result of a conviction of a felony;
- Incarcerated as a result of a conviction of a
 - felony; or
 - misdemeanor if the individual was convicted of a prior felony or two or more prior misdemeanors.

The Departments of Corrections and Public Safety provided the Permanent Fund Dividend Division with a file of 13,677 and 2,015, respectively incarcerated and sentenced during qualifying year 2010. We estimated that 14,215 individuals would have otherwise been eligible had they not been denied a dividend solely because they were sentenced or incarcerated under AS 43.23.005(d). Accordingly, the total amount that would have been otherwise paid to these individuals is \$16,688,410 (14,215 individuals multiplied by \$1,174).

cc: Jerry Burnett, Revenue ASD Director
Debbie Bitney, PFD Division Director
Rebecca Monagle, Revenue ASD Fiscal Officer

**Alaska Department of Revenue
Permanent Fund Dividend Division
FY 13 PFD Fund Appropriation Calculation
for Departments of Corrections and Public Safety**

| | Department of Corrections (Incarcerated Felons and Misdemeanants) | Department of Public Safety (Sentenced Felons) | Total |
|---|--|---|------------------------|
| Step 1 Calculate Eligibility Percentage | | | |
| Number of felons and misdemeanants who filed a 2011 PFD application | 3,476 | 1,054 | |
| Eligibility Percentage <i>(Percentage of otherwise eligible applicants to number of filers)</i> | 95.25% | 96.58% | |
| Number of felons and misdemeanants who would have been otherwise eligible had they not been denied as a felon or misdemeanant | 3,311 | 1,018 | |
| Step 2 Apply Percentage to Total Felons and Misdemeanants | | | |
| Total Number of individuals reported by Agency | 13,677 | 2,015 | 15,692 |
| Estimated gross number of otherwise eligible applicants <i>(Eligibility Percentage applied to total number of individuals reported)</i> | 13,027 | 1,946 | 14,973 |
| Step 3 Adjustments | | | |
| Subtract individuals reported in multiple categories | | | |
| 1. Felons and Misdemeanants Incarcerated and Felons Sentenced | | | -147 |
| 2. Misdemeanants Only Incarcerated and Felons Sentenced | | | -69 |
| 3. Felons Only Incarcerated and Felons Sentenced | | | -471 |
| Subtract individuals denied in 2010 as a felon or misdemeanant who were subsequently paid | | | -71 |
| Total Adjustments | | | -758 |
| Step 4 Estimated number of otherwise eligible applicants <i>(Estimated gross number less adjustments)</i> | | | 14,215 |
| Step 5 Appropriation Calculation | | | |
| 2011 Permanent Fund Dividend amount | | | \$1,174.00 |
| Total Appropriation <i>(Estimated otherwise eligible applicants times the dividend amount)</i> | | | \$16,688,410.00 |