

Transfers to principal

as of June 30, 2015

Deposit type	Total
Mineral royalties	\$15.9 billion
Transfers from General Fund	\$2.7 billion
Lawsuit settlement proceeds	\$169 million
Inflation proofing transfer	\$16.2 billion
Transfers from Earnings Reserve	\$4.2 billion



The Alaska Constitution

Article IX, Section 15

Alaska Permanent Fund

Section 15. Alaska Permanent Fund

At least twenty-five percent of all mineral lease rentals, royalties, royalty sale proceeds, federal mineral revenue sharing payments and bonuses received by the State shall be placed in a permanent fund, the principal of which shall be used only for those income-producing investments specifically designated by law as eligible for permanent fund investments. All income from the permanent fund shall be deposited in the general fund unless otherwise provided by law [Effective February 21, 1977].



Statutory findings

Section 37.13.020. Findings.

The people of the state, by constitutional amendment, have required the placement of at least 25 percent of all mineral lease rentals, royalties, royalty sale proceeds, and federal mineral revenue sharing payments and bonuses received by the state into a permanent fund. The legislature finds with respect to the fund that

- (1) the fund should provide a means of conserving a portion of the state's revenue from mineral resources to benefit all generations of Alaskans;
- (2) the fund's goal should be to maintain safety of principal while maximizing total return;
- (3) the fund should be used as a savings device managed to allow the maximum use of disposable income from the fund for purposes designated by law.



Investment Authority

AS 37.13.120 “Prudent Investor Rule”

- Exercise judgment and care of similar institutional investors,
- while considering preservation of the purchasing power of the fund over time, and
- while maximizing the expected total return from both income and the appreciation of capital.

