

2018 Session Operating Budget Amendment

Offered In: The House Finance Committee
To: HB 285/HB 286
Offered By: Representative Seaton

Agency: Special Appropriations
Appropriation: Language Amendments
Allocation: Language Amendments

Transaction Details

Title: Reduce the ERA draw from 5.25% to 4.75%, transfer 67% to the GF and transfer 33% directly to the PFD Fund
Section: Language
Type: Lang

Line Items

Personal Services:	0.0
Travel:	0.0
Services:	0.0
Commodities:	0.0
Capital Outlay:	0.0
Grants:	0.0
Miscellaneous:	0.0
	<hr/> 0.0

Positions

Permanent Full-Time:	0
Permanent Part-Time:	0
Temporary:	0

Funding

Explanation

See 30-GH2564D52

This amends sec. 8(c) by changing to a 4.75% ERA draw, a reduction from the Governor's 5.25% draw, and transferring 67% of the draw to the GF.

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This is a GF revenue reduction of \$260,150.7 from the Governor's net transfer of \$1,910,711.9 to the GF, down to \$1,650,561.2.

In 8(d), the percentage of the transfer to the PFD Fund is changed from the Governor's 30% to 33%. The amount, however, decreases from the Governor's \$818,876.5 to \$812,963.0, a reduction of \$5,913.5. This amendment transfers the 33% directly from the ERA, instead of through the GF as the Governor proposed. The Governor's PFD estimate was \$1216, while this amendment results in a PFD estimate of \$1,258.

AMENDMENT

OFFERED IN THE HOUSE

BY REPRESENTATIVE SEATON

TO: CSHB 286(FIN), Draft Version "D"

Page 51, line 28:

Delete "An amount equal to 5.25"

Insert "The sum of \$1,650,561,202, which is equal to 67 percent of 4.75"

Page 52, line 2:

Delete "estimated to be \$2,729,588,400,"

Page 52, lines 4 - 7:

Delete all material and insert:

"(d) The sum of \$812,962,980, which is equal to 33 percent of 4.75 percent of the average market value of the Alaska permanent fund, including the earnings reserve account established under AS 37.13.145, but not including that portion of the principal attributed to the settlement of State v. Amerada Hess, et al., 1JU-77-847 Civ. (Superior Court, First Judicial District), for the fiscal years ending June 30, 2013, June 30, 2014, June 30, 2015, June 30, 2016, and June 30, 2017, is appropriated from the earnings reserve account (AS 37.13.145) to the dividend fund (AS 43.23.045(a)) for the payment of permanent fund dividends, estimated to be \$1,258 for each dividend, and for administrative and associated costs for the fiscal year ending June 30, 2019."