

# Fiscal Note

State of Alaska  
2017 Legislative Session

Bill Version: SB 21  
Fiscal Note Number: \_\_\_\_\_  
( ) Publish Date: \_\_\_\_\_

Identifier: SB021-DOC-PHC-01-28-17  
Title: PERMANENT FUND: INCOME; POMV;  
DIVIDENDS  
Sponsor: STEDMAN  
Requester: (S) STA

Department: Department of Corrections  
Appropriation: Health and Rehabilitation Services  
Allocation: Physical Health Care  
OMB Component Number: 2952

## Expenditures/Revenues

Note: Amounts do not include inflation unless otherwise noted below. (Thousands of Dollars)

	FY2018 Appropriation Requested	Included in Governor's FY2018 Request	Out-Year Cost Estimates					
			FY 2018	FY 2018	FY 2019	FY 2020	FY 2021	FY 2022
<b>OPERATING EXPENDITURES</b>								
Personal Services			***	***	***	***	***	***
Travel								
Services								
Commodities								
Capital Outlay								
Grants & Benefits								
Miscellaneous								
<b>Total Operating</b>	<b>0.0</b>	<b>0.0</b>	<b>***</b>	<b>***</b>	<b>***</b>	<b>***</b>	<b>***</b>	<b>***</b>

## Fund Source (Operating Only)

1171 PFD Crim (Other)		(9,103.6)						
1197 AK Cap Fnd (Other)		9,103.6						
<b>Total</b>	<b>0.0</b>	<b>0.0</b>	<b>***</b>	<b>***</b>	<b>***</b>	<b>***</b>	<b>***</b>	<b>***</b>

## Positions

Full-time								
Part-time								
Temporary								

## Change in Revenues

None								
<b>Total</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

**Estimated SUPPLEMENTAL (FY2017) cost:** 0.0 *(separate supplemental appropriation required)*  
*(discuss reasons and fund source(s) in analysis section)*

**Estimated CAPITAL (FY2018) cost:** 0.0 *(separate capital appropriation required)*  
*(discuss reasons and fund source(s) in analysis section)*

## ASSOCIATED REGULATIONS

Does the bill direct, or will the bill result in, regulation changes adopted by your agency?  
If yes, by what date are the regulations to be adopted, amended or repealed?

## Why this fiscal note differs from previous version:

Not applicable, initial version.

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Division:	Administrative Services - Department of Corrections	Date:	01/28/2017 02:30 PM
Approved By:	Dean Williams, Commissioner	Date:	01/28/17
Agency:	Department of Corrections		

FISCAL NOTE ANALYSIS

STATE OF ALASKA  
2017 LEGISLATIVE SESSION

BILL NO. SB 21

**Analysis**

Passage of this legislation will change the way permanent fund dividends are calculated and will impact the amount of PFD Criminal Funds allocated to the Department of Corrections Physical Health Care component.

The reduction in the CY2016 dividend amount from the estimated \$2,072.00 to \$1,022.00 significantly reduced the amount of PFD Criminal Funds available to the department. The Department of Corrections Physical Health Care component receives a portion of the PFD Criminal Funds available which is based on a fluctuating annual PFD amount and the number of persons deemed ineligible during the appropriate year under AS 43.23.005(d).

For FY2018 the amount of PFD Criminal Funds available was \$12,613,524.00 based on the CY2016 annual PFD amount of \$1,022.00 and an estimated 12,342 individuals deemed ineligible. The portion of PFD Criminal Funds available to Corrections for FY2018 is \$11,191,024.00 after the \$1,422,500.00 proposed deposit into the Crime Victim Compensation Fund. As a result, a fund source change of \$9,103,600.00 from the PFD Criminal Fund to the Alaska Capital Income Fund is requested in the FY2018 budget in order to maintain the necessary level of funding for inmate health care.

Future fund source changes may be necessary based on the fluctuating annual PFD amounts and the number of persons deemed ineligible; although, actual amounts cannot be projected at this time.