

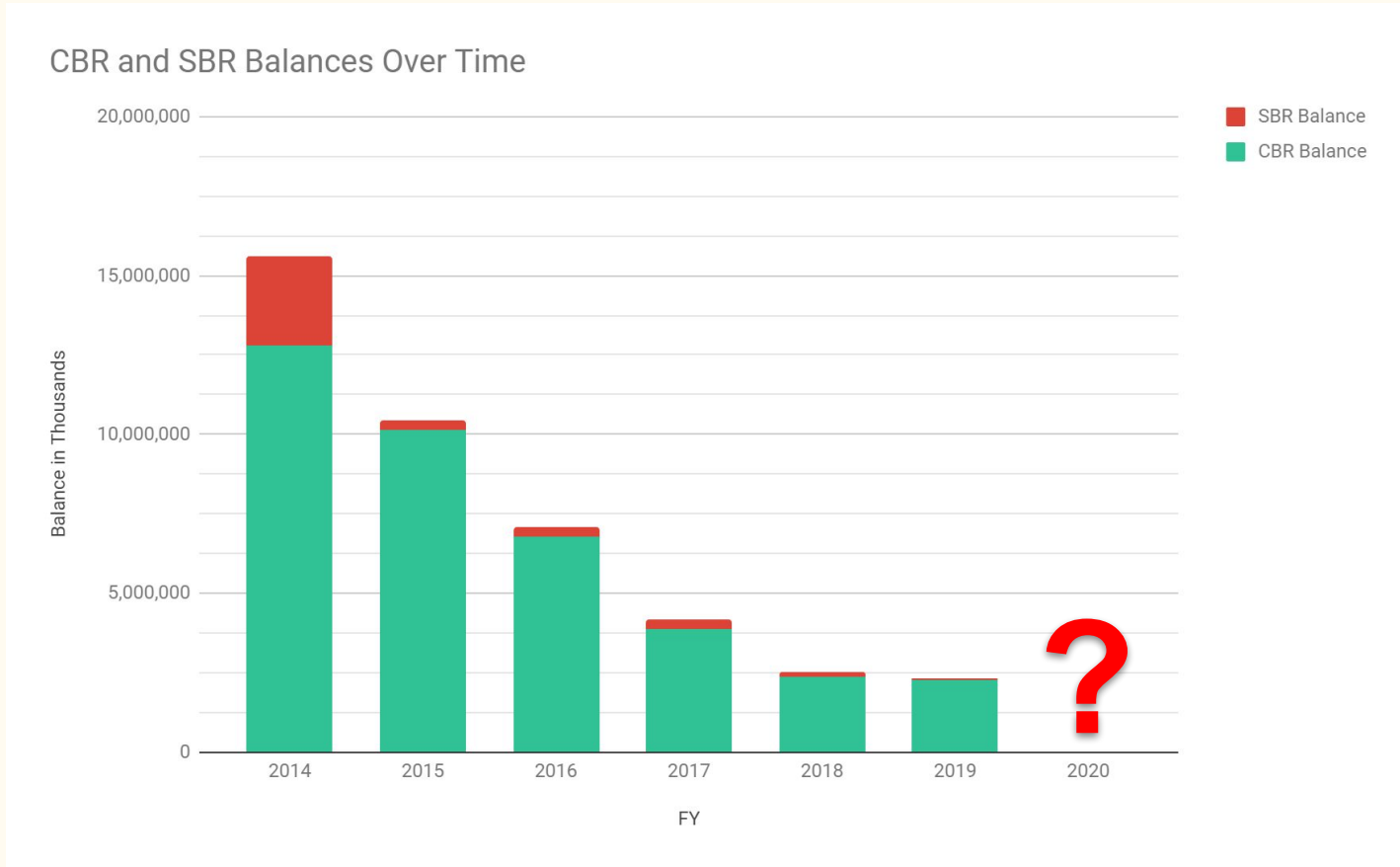
HB 31

—

\$5.5 billion transfer from the ERA to the Corpus

Rep. Kreiss-Tomkins

If the deficits continue, the CBR is most likely gone.



Other ERA-to-principal transfer proposals:

2018 operating budget House floor amendment:

30-GH2564R.148
Wallace
3/21/18

AMENDMENT #58

OFFERED IN THE HOUSE
TO: CSHB 286(FIN)

BY REPRESENTATIVE KREISS-TOMKINS
Jennifer Johnston
John Lincoln
Kopp
BIRCH
STANTON
Thompson
PARISH

1 Page 55, following line 18:
2 Insert a new subsection to read:
3 "(f) After the appropriation made in (e) of this section, the sum of \$5,500,000,000 is
4 appropriated from the earnings reserve account (AS 37.13.145) to the principal of the Alaska
5 permanent fund."
6
7 Page 79, line 8:
8 Delete "(d), and (e)"
9 Insert ", and (d) - (f)"

S FIN operating budget amendment from 4.26.19:

#6 31-GH19051.8
Bruce
4/25/19

AMENDMENT

OFFERED IN THE SENATE
TO: SCS CSSH B 39(FIN), Draft Version "I"

BY SENATOR STEDMAN

1 Page 62, following line 4:
2 Insert a new subsection to read:
3 "(h) After the appropriations made in (a) - (g) of this section, the remaining balance of
4 the earnings reserve account (AS 37.13.145), not to exceed \$14,000,000,000, is appropriated
5 from the earnings reserve account (AS 37.13.145) to the principal of the Alaska permanent
6 fund."
7
8 Page 83, lines 19 - 20:
9 Delete "19(a) - (e) and (g)"
10 Insert "19(a) - (e), (g), and (h)"

*Conceptually
Amended by
Micciche
Change 14 billion to 12 billion.*

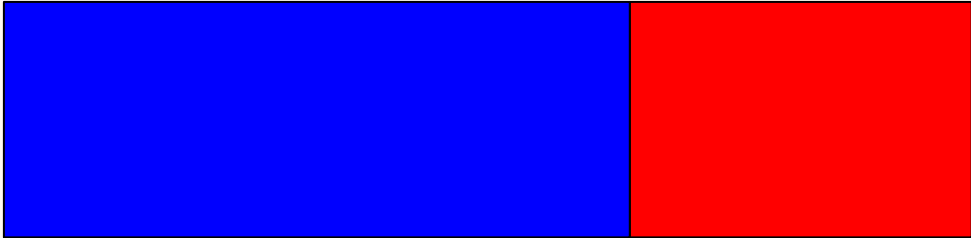
History of Legislative Appropriations to the Principal (outside inflation proofing)

Fiscal Year	Amount	Session Law Reference
1981	\$ 900,000,000	Ch. 35, SLA 80
1982	\$ 800,000,000	Ch. 61, SLA 81, sec. 1-2
1983	\$ 400,000,000	Ch. 61, SLA 81, sec. 1-2
1984	\$ 300,000,000	Ch. 61, SLA 81, sec. 1-2
1985	\$ 300,000,000	Ch. 61, SLA 81, sec. 1-2
1987	\$ 1,264,384,000	Ch. 25, SLA 86
1991	\$ 150,000,000	Ch. 209, SLA 1990, sec. 21
1991	\$ (150,000,000)	Line-item veto by Governor
1996	\$ 500,000,000	Ch. 103, SLA 1995, sec. 103
1996	\$ 1,342,130,000	Ch. 20, SLA 1996
1997	\$ 803,041,000	Ch. 100, SLA 1997, sec. 54
2000	\$ 250,000,000	Ch. 120, SLA 2000 (eff. 6/30/00)

Permanent Fund Account Structure

APFC FY19 year-end projection

Total:
\$66.1 billion



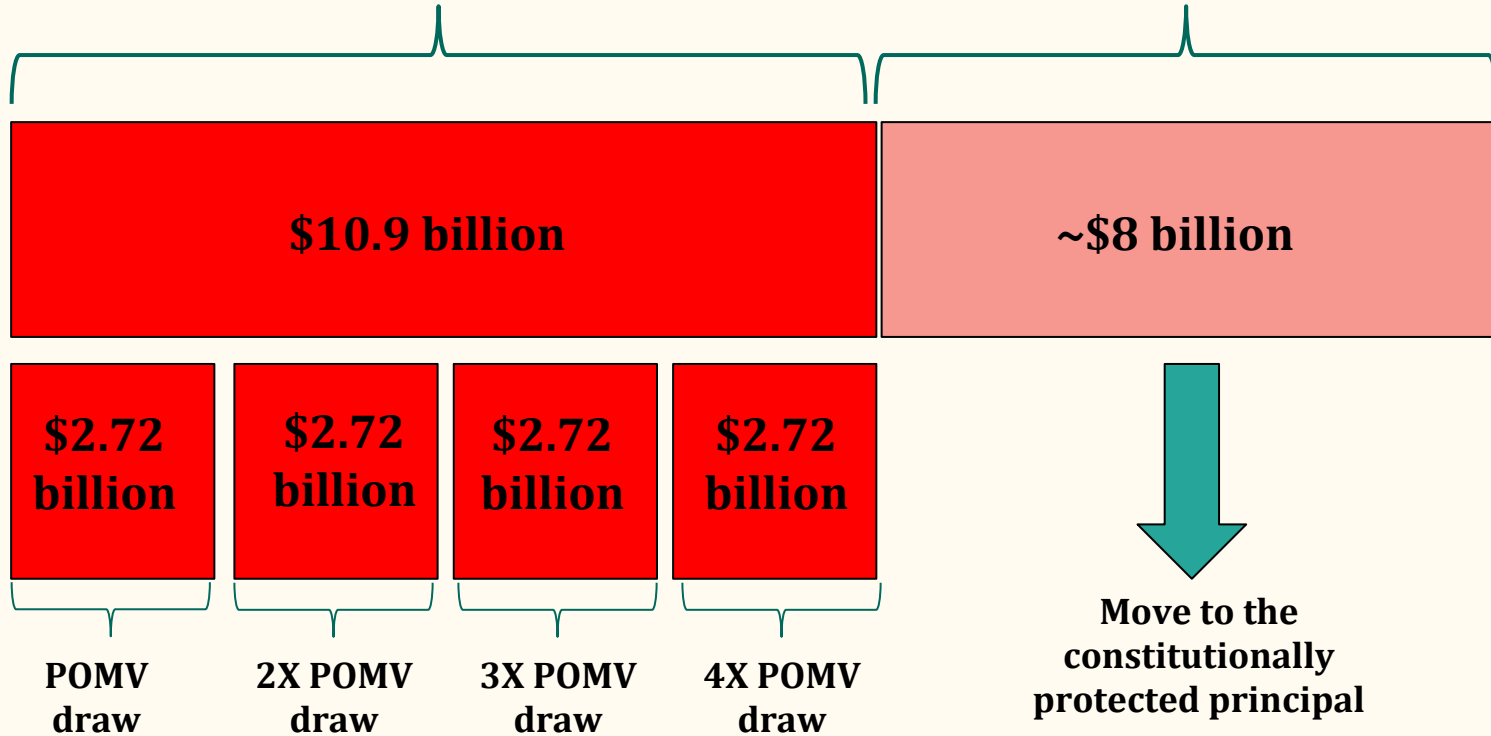
Principal:
\$47.2 billion

ERA:
\$18.9 billion

Earnings Reserve Account: \$18.9 billion balance

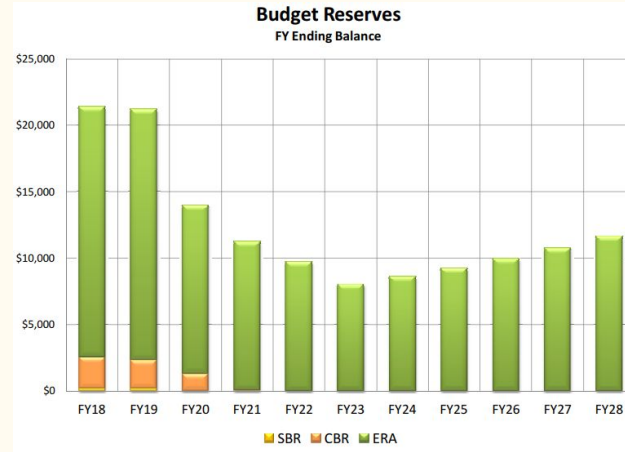
What's needed in the ERA:
\$2.72 billion POMV draw multiplied by 4

Surplus funds available to
transfer to the principal.

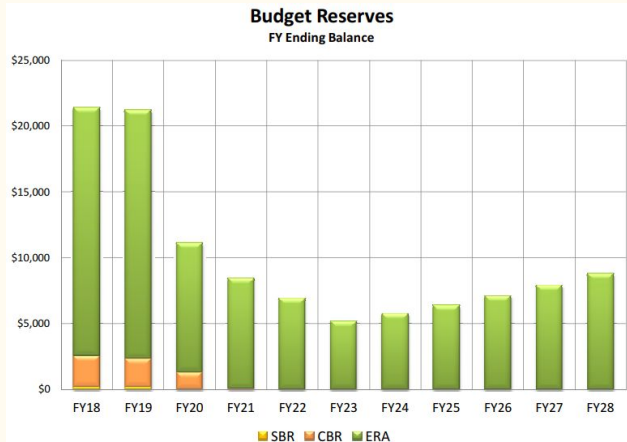


Scenario: Moderate bear market from FY21-23

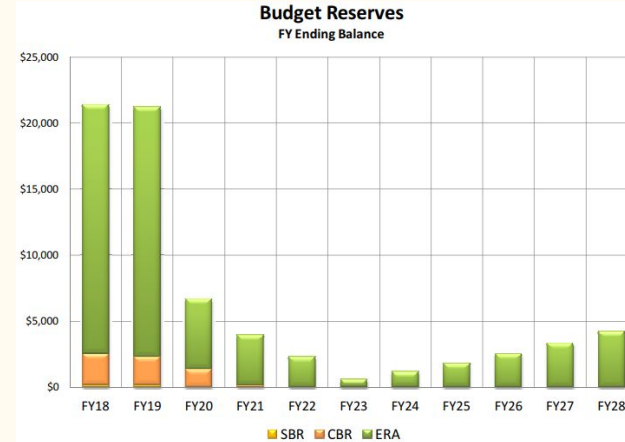
\$5.5 billion transfer



\$8 billion transfer



\$12 billion transfer

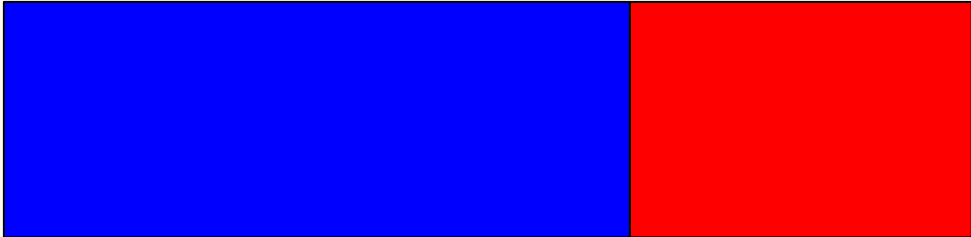


Permanent Fund Account Structure

Pre-transfer

APFC FY19 year-end projection

Total:
\$66.1 billion



Principal:
\$47.2 billion

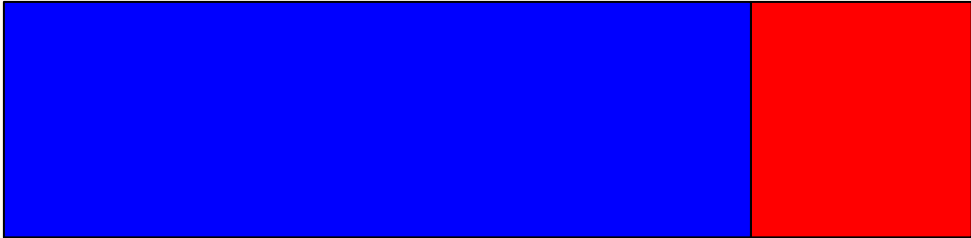
ERA:
\$18.9 billion

Permanent Fund Account Structure

Post-transfer

APFC FY19 year-end projection

Total:
\$66.1 billion



Principal:
\$55.2 billion

ERA:
\$10.9 billion