

Fiscal Plan Elements

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Chair, House Ways and Means Committee

HB 3008: Updated Permanent Fund POMV Split 25%/75%

September 1, 2021 Ways & Means Committee presentation by Legislative Finance projected deficits of various split formulas.*

Surplus/(Deficit)	FY22	FY23	FY24	FY25	FY26	FY27	FY28	FY29	FY30
Before PFD	190.9	490.0	821.9	1,088.6	1,306.4	1,502.0	1,709.6	1,817.7	1,924.7
25% POMV to PFD	(576.4)	(346.7)	(71.5)	146.7	315.1	454.6	639.9	727.0	813.6
33% POMV to PFD	(822.0)	(614.4)	(357.4)	(154.8)	(2.1)	119.4	297.6	377.9	458.0
50% POMV to PFD	(1,343.8)	(1,183.3)	(964.9)	(795.3)	(676.2)	(592.9)	(429.8)	(363.8)	(297.5)

*These have been updated by Legislative Finance using the Fiscal Policy Working Group Assumptions. They are modestly different than those presented to Ways and Means on Sept. 1, 2021

HB 3008: Updates the Dividend Formula

Rewrite the dividend formula as follows:

The 5% Percent of Market Draw from the Permanent Fund will be split as follows:

- 25% to dividends
- 75% all else

HB 3008 POMV Split 75%/25%

Budget and Dividend Impacts

	FY23	FY24	FY25	FY26	FY27	FY28
POMV Draw (<i>millions</i>)	3,361	3,599	3,805	4,014	4,249	4,335
25% for PFD (<i>millions</i>)	840	900	951	1,003	1,062	1,084
PFD/Recipient (<i>dollars</i>)	\$1,248	\$1,331	\$1,401	\$1,472	\$1,552	\$1,575

HB 3007: Reduces the Per Barrel Oil Tax Credit

Preserves the current oil tax structure while making a modest change to the per barrel oil tax credit.

HB 3007: Reduces the Per Barrel Oil Tax Credit

Changes the per barrel oil tax credit as follows:

Current		Proposed	
Oil value	Credit	Oil Value	Credit
\$140 or less than \$150	\$1	\$140 or less than \$150	\$ -
\$130 or less than \$140	\$2	\$130 or less than \$140	\$ -
\$120 or less than \$130	\$3	\$120 or less than \$130	\$ -
\$110 or less than \$120	\$4	\$110 or less than \$120	\$ -
\$100 or less than \$110	\$5	\$100 or less than \$110	\$1
\$90 or less than \$100	\$6	\$90 or less than \$100	\$2
\$80 to less than \$90	\$7	\$80 to less than \$90	\$3
Less than \$80	\$8	Less than \$80	\$4

Proposed fiscal plan elements

Bill	FY23	FY24	FY25	FY26	FY27
(H) W&M HB 3008: 75%/25% POMV PFD formula	(346.7)	(71.5)	146.7	315.1	454.6
(H) W&M HB 189: Employment Tax for Education	65.0	65.0	66.0	66.0	66.0
(H) W&M HB 3007: Oil & Gas Per Barrel Tax Credit	174.0	294.7	460.6	386.7	386.7
Josephson HB 104: Motor Fuel Tax; Vehicle Reg. Fees	35.6	34.6	34.2	33.7	33.2
	(72.1)	322.8	707.5	801.5	940.5