

ALASKA STATE LEGISLATURE

Interim – May-December:
1500 W. Benson Blvd.
Anchorage, AK 99503
907-334-2630



Session – January-April:
State Capitol
Juneau, AK 99801
907-465-3783

Representative Ken McCarty

Rep.Ken.McCarty@akleg.gov

House Bill 4010 Sectional Analysis

Section 1

AS 37.13.140 Income and annual computed formula.

- (a) Maintain the origin of income source according to AS 37.13.145. Deletes the language describing the distribution formula equals 21 percent of the net income. The formula has resulted in an incongruent calculation with (b).
- (b) Inserting current language to affirm that appropriation may not exceed the balance in the earnings reserve account. The computed annual calculation remains the same.

Section 2

AS 37.13.145 (b) Appropriation formula.

Adds the new appropriation formula of 35% for the dividend and 65% toward the state. It also describes the state appropriation of 65% which 20% of it must be used toward Capital Projects.

Section 3

AS 37.13.145(c) Appropriation from the Earnings Reserve Account

Changes the language from transfer to appropriation and legislature role in the appropriation process.

Section 4

AS 37.13.145(d) Appropriate in consideration of the State v. Amerada Hess decision

Changing language to be congruent from transfer to appropriation. There is no change to the State v Amerada Hess judgment. Delete AS 37.13.145(e) as it is amended and addressed in Section 1 of AS 37.13.140(b).

Section 5

AS 37.13.300(c) Mental Health Trust funds

Change language according to congruency of other changes but does not change the autonomy of the mental health trust funds which is not to be calculated in the Permanent Fund appropriation.

Section 6

AS 37.14.031(c) Date of annual computation

Inserts language to define the date of the annual computation according to accepted accounting principles, excluding any unrealized gains or losses.

Section 7

AS 43.23.025(a) Date of determination and announcement of the dividend

Changing language to be congruent from transferred to appropriated. The amendment is to continue congruency of language changes to recognize the appropriation process.

Section 8

AS 37.13.145(e) and 37.13.145(f) Repeal of limitation of the appropriation from Earnings Reserve

Delete (e) and (f) as the language is already addressing in other changes within the bill.

Section 9

Effective Date

Provides for July 1, 2022 effective date.