



Baxter | Cheney Lake | Chugach Foothills | Muldoon | Scenic Park | Stuckagain Heights

SECTIONAL ANALYSIS

HB 260: PFD: 50/50 POMV SPLIT

Sec. 1: Removes conflicting language in *AS 37.13.140 Income*. Adds language stating the amount available for appropriation cannot exceed the balance in the earnings reserve account described in *AS 37.13.145 Disposition of Income*.

Sec. 2: Amends *AS 37.13.145 Disposition of Income* (b) by:

(b) Specifying the Legislature MAY appropriate 50% of the POMV to the general fund and 50% to the Dividend Fund but may increase the amount appropriated to the general fund if:

(1) Additional funds are needed to respond to a statewide disaster.

(2) 50% of the POMV is less than the calculated budget base year. The base year is calculated using (B) the 5-year trailing average adjusted for the cumulative change in inflation and population of the state in each year.

(i) Average annual adjusted appropriations is defined as the operating, capital, and mental health appropriations from the unrestricted general fund excluding revenue (not including permanent fund income), funds received from the federal government, appropriations for the PFD, and appropriations for inflation proofing of the permanent fund.

Sec. 3-5: Adds conforming language to *AS 37.13.145 Disposition of Income* and *AS 37.13.300 Corporation to manage certain assets of the Mental Health Trust*.

Sec. 6: Directs the Alaska Permanent Fund Corporation to annually compute the net income of the fund on the last day of the fiscal year.

Sec. 7: Adds conforming language to *AS 43.23.025 Amount of Dividend* (a).

Sec. 8: Repeals *AS 37.13.145* (e) and *37.13.145* (f).

Sec. 9: Adds effective date of July 1, 2022.