

ALASKA STATE LEGISLATURE

SENATE FINANCE COMMITTEE



SB 274

“An Act relating to the computation of the amount available for appropriation from the Alaska permanent fund; and providing for an effective date.”

Senate Bill 274 protects the generational equity of the Alaska permanent fund by maintaining the purchasing power of the fund.

This legislation lowers the percent of market value draw rate from the Alaska permanent fund from 5.0 percent to 4.5 percent over a five-year period by decreasing the draw rate 0.1 percent in succeeding fiscal years beginning in FY 29.

Lowering the draw rate safeguards the corpus of the fund from inflation, and over time a lower draw rate leads to a larger permanent fund balance.

Sustainable, rules-based draws from the Alaska permanent fund are essential to Alaska’s economic & fiscal future.