

Fiscal Note

State of Alaska
2023 Legislative Session

Bill Version: SB 98
Fiscal Note Number: _____
() Publish Date: _____

Identifier: SB098-DOR-TRS-3-10-23
Title: POWER COST EQUALIZATION ENDOWMENT
FUND
Sponsor: FINANCE
Requester: (S) FIN

Department: Department of Revenue
Appropriation: Taxation and Treasury
Allocation: Treasury Division
OMB Component Number: 121

Expenditures/Revenues

Note: Amounts do not include inflation unless otherwise noted below. (Thousands of Dollars)

| | FY2024 Appropriation Requested | Included in Governor's FY2024 Request | Out-Year Cost Estimates | | | | |
|------------------------|--------------------------------------|--|-------------------------|------------|------------|------------|------------|
| OPERATING EXPENDITURES | FY 2024 | FY 2024 | FY 2025 | FY 2026 | FY 2027 | FY 2028 | FY 2029 |
| Personal Services | | | | | | | |
| Travel | | | | | | | |
| Services | | | | | | | |
| Commodities | | | | | | | |
| Capital Outlay | | | | | | | |
| Grants & Benefits | | | | | | | |
| Miscellaneous | | | | | | | |
| Total Operating | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |

Fund Source (Operating Only)

| | | | | | | | |
|----------------------|------------|------------|------------|------------|------------|------------|------------|
| 1004 Gen Fund (UGF) | 1,178.9 | | 1,178.9 | 1,178.9 | 1,178.9 | 1,178.9 | 1,178.9 |
| 1169 PCE Endow (DGF) | (1,178.9) | | (1,178.9) | (1,178.9) | (1,178.9) | (1,178.9) | (1,178.9) |
| Total | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |

Positions

| | | | | | | | |
|-----------|--|--|--|--|--|--|--|
| Full-time | | | | | | | |
| Part-time | | | | | | | |
| Temporary | | | | | | | |

Change in Revenues

| | | | | | | | |
|--------------|------------|------------|------------|------------|------------|------------|------------|
| None | | | | | | | |
| Total | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |

Estimated SUPPLEMENTAL (FY2023) cost: 0.0 (separate supplemental appropriation required)

Estimated CAPITAL (FY2024) cost: 0.0 (separate capital appropriation required)

Does the bill create or modify a new fund or account? No
(Supplemental/Capital/New Fund - discuss reasons and fund source(s) in analysis section)

ASSOCIATED REGULATIONS

Does the bill direct, or will the bill result in, regulation changes adopted by your agency? No

If yes, by what date are the regulations to be adopted, amended or repealed?

Why this fiscal note differs from previous version/comments:

Not applicable, initial version.

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Approved By: Eric DeMoulin, Director
Agency: Department of Revenue

Phone: (907)465-3751
Date: 03/10/2023
Date: 03/10/23

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2023 LEGISLATIVE SESSION

BILL NO. SB098

Analysis

SB 98 transfers the responsibility to manage the investments of the Power Cost Equalization Endowment Fund established in AS 42.45.070 from the Commissioner of Revenue to the Alaska Permanent Fund Corporation (APFC). The Power Cost Equalization Endowment Fund is currently budgeted to fund \$1.179 million towards Treasury's FY24 budget. The Treasury structure allows it to efficiently manage numerous funds at low cost. Transferring the Power Cost Equalization Endowment Fund to APFC will not reduce Treasury's budget because Treasury allocates all of its costs among the \$48 billion in state and retirement investment funds it manages. As such, transferring fund management from the Treasury will result in increased funding from the general fund.