

# Fiscal Note

State of Alaska  
2024 Legislative Session

Bill Version: HB 266  
Fiscal Note Number:  
() Publish Date:

Identifier: HB266-DOR-APFC-3-1-24  
Title: PERMANENT FUND DIVIDEND; ROYALTIES  
Sponsor: CARRICK  
Requester: House Ways & Means

Department: Department of Revenue  
Appropriation: Alaska Permanent Fund Corporation  
Allocation: APFC Operations  
OMB Component Number: 109

## Expenditures/Revenues

Note: Amounts do not include inflation unless otherwise noted below.

(Thousands of Dollars)

	FY2025 Appropriation Requested	Included in Governor's FY2025 Request	Out-Year Cost Estimates				
			FY 2025	FY 2025	FY 2026	FY 2027	FY 2028
<b>OPERATING EXPENDITURES</b>							
Personal Services							
Travel							
Services							
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
<b>Total Operating</b>			<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

## Fund Source (Operating Only)

None							
<b>Total</b>		<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

## Positions

Full-time							
Part-time							
Temporary							

## Change in Revenues

None	***	***	***	***	***	***	***
<b>Total</b>	***	***	***	***	***	***	***

**Estimated SUPPLEMENTAL (FY2024) cost:** 0.0 *(separate supplemental appropriation required)*

**Estimated CAPITAL (FY2025) 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If yes, by what date are the regulations to be adopted, amended or repealed? N/A

## Why this fiscal note differs from previous version/comments:

Not applicable, initial version.
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Agency: Alaska Permanent Fund Corporation

Phone: (907)769-1540  
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## FISCAL NOTE ANALYSIS

STATE OF ALASKA  
2024 LEGISLATIVE SESSION

BILL NO. HB266

### Analysis

This bill repeals the current statutory formula for computing the Permanent Fund Dividend and replaces it with an amount based on the appropriation of a portion of Alaska's royalty revenues.

The bill affirms that in a fiscal year appropriations from the Earnings Reserve Account of the Permanent Fund may not exceed the amount available for appropriation based on the Percent of Market Value established under AS 37.13.140(b).

This fiscal note reflects an indeterminate change in revenue. The Principal of the Permanent Fund receives royalties based on a 25% Constitutional dedication, and per statute AS 37.13.010 (a) (2) an additional 25% for a total of 50% for leases after 1979. Clarification is needed as to the effect on the statutory royalties to the Principal, given the amount of royalty revenue available for appropriation to the dividend fund under section 7 of this bill.