

Fiscal Note

State of Alaska
2017 Legislative Session

Bill Version: SB 78
Fiscal Note Number: _____
() Publish Date: _____

Identifier: SB78-DOR-PFD-03-17-17
Title: PERM FUND DIVIDEND
CONTRIBUTIONS/LOTTERY
Sponsor: BISHOP
Requester: Senate Education

Department: Department of Revenue
Appropriation: Taxation and Treasury
Allocation: Permanent Fund Dividend Division
OMB Component Number: 981

Expenditures/Revenues

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

(Thousands of Dollars)

	FY2018 Appropriation Requested	Included in Governor's FY2018 Request	Out-Year Cost Estimates				
OPERATING EXPENDITURES	FY 2018	FY 2018	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023
Personal Services							
Travel							
Services	8.0						
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	8.0	0.0	0.0	0.0	0.0	0.0	0.0

Fund Source (Operating Only)

1005 GF/Prgm (DGF)	8.0						
Total	8.0	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 (FY2017) cost: 0.0 (separate supplemental appropriation required)
(discuss reasons and fund source(s) in analysis section)

Estimated CAPITAL (FY2018) cost: 0.0 (separate capital appropriation required)
(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If yes, by what date are the regulations to be adopted, amended or repealed?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:

Not applicable; initial version.

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Agency: Department of Revenue

Phone: (907)465-4785
Date: 03/17/2017 01:00 PM
Date: 03/17/17

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2017 LEGISLATIVE SESSION

BILL NO. SB78

Analysis

This legislation makes modifications to the online dividend application and the disbursement of dividend funds upon payment.

Similar to the UA College Savings plan or charitable contributions, a voluntary option will be made available on adult electronic dividend applications, so an individual will have the option to contribute in \$100 increments up to the total amount of the dividend that the applicant is entitled to receive. Although the option may be selected by anyone filing electronically, funds will only be transferred for individuals that are determined eligible to receive the dividend and paid. At the time of payment, all other involuntary and voluntary deductions will be taken into consideration and paid based on priority order. Lottery funds will be reported and transferred on a monthly basis as part of the standard dividend payment disbursement process.

Each \$100 contribution paid will be submitted as an individual lottery entry. The name, contact information, and total number of entries for all applicants will be made available for the purpose of drawing prize winners. Four prize winners will be drawn at the beginning of the calendar year for the preceding dividend year.

At this time it is unknown how the division will address individuals that are paid their dividend after the drawing has occurred as a result of an overturned denial.

This added option will require programming changes to be made to the division's database and online dividend application. It will take approximately 50 hours at \$160.00 per hour for a total of \$8,000.