



HB 132: A New Approach to the PFD

Representative Adam Wool

District 5

What does HB 132 accomplish?



Stabilize government funding by dedicating the POMV draw for state services.

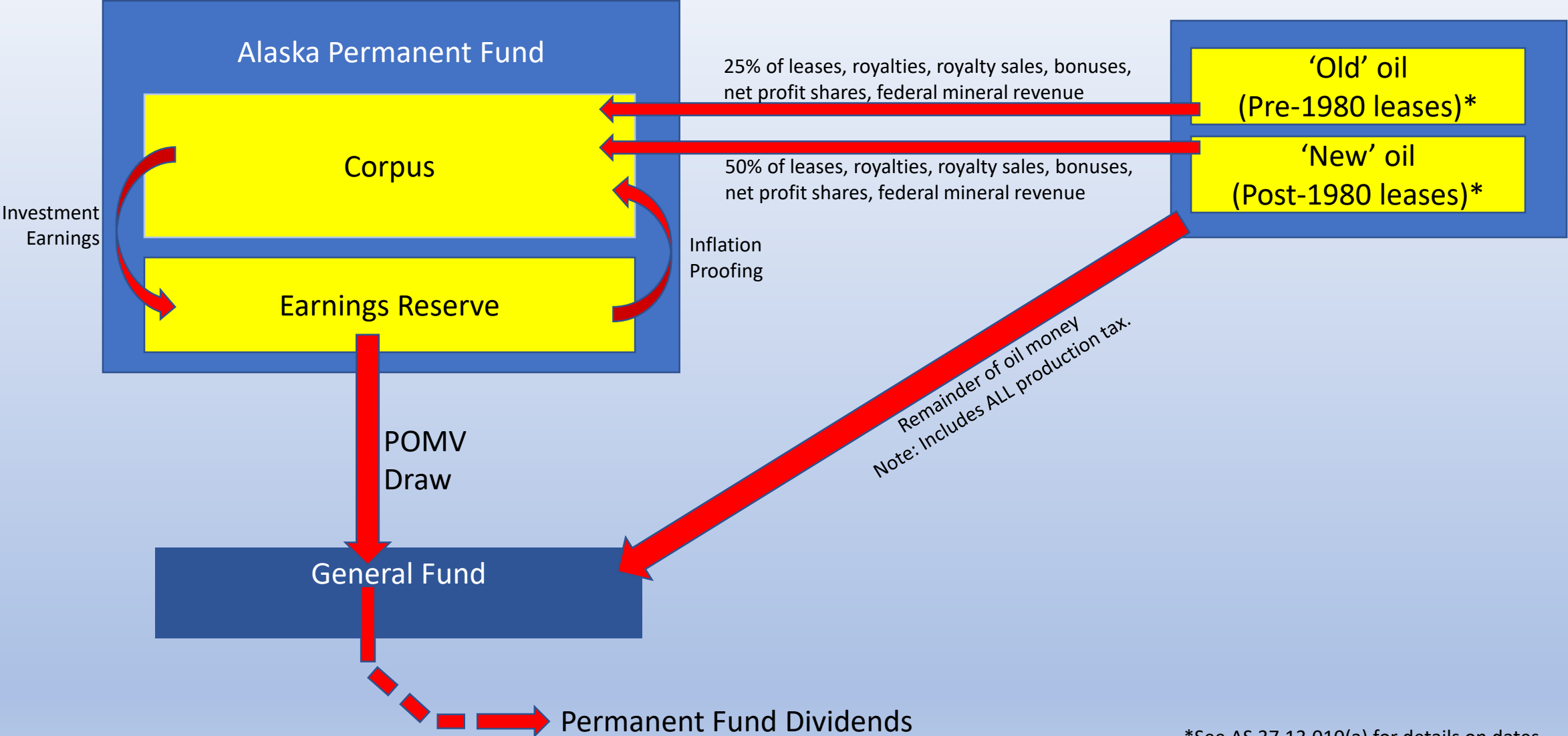


Link the Dividend directly to oil revenues.



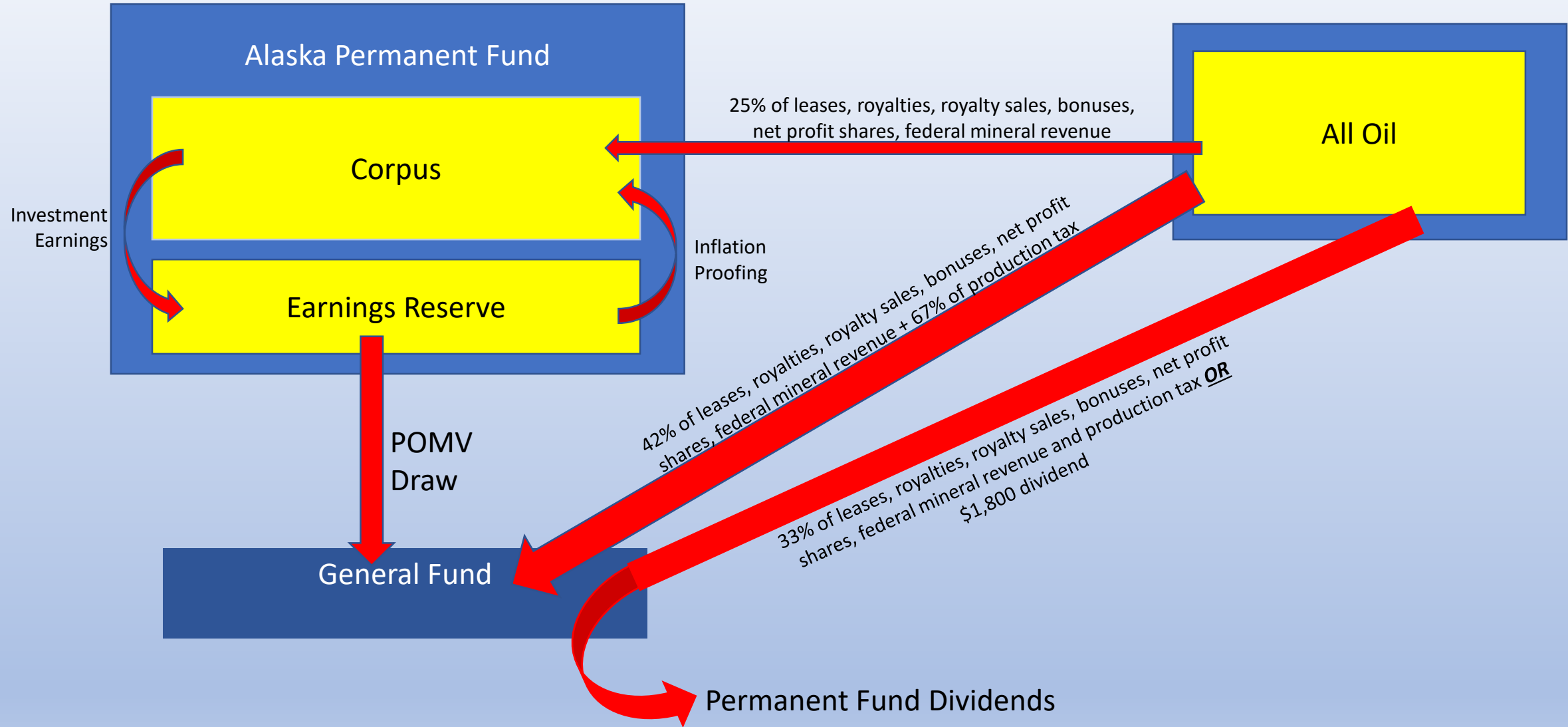
Reduce need for recurrent legislative battle over PFD amount.

Current flow of oil money and related funds

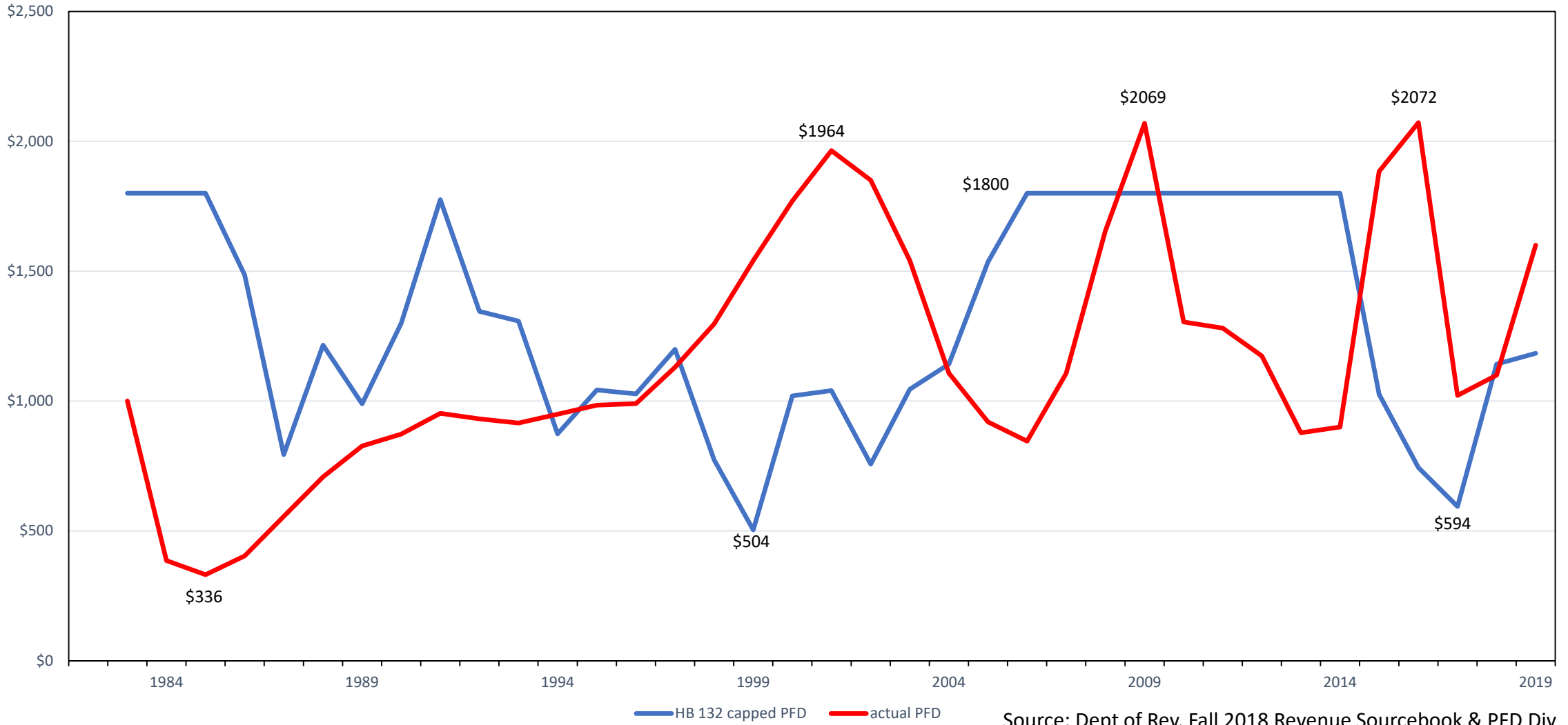


*See AS 37.13.010(a) for details on dates.

flow of oil money and related funds under HB 132

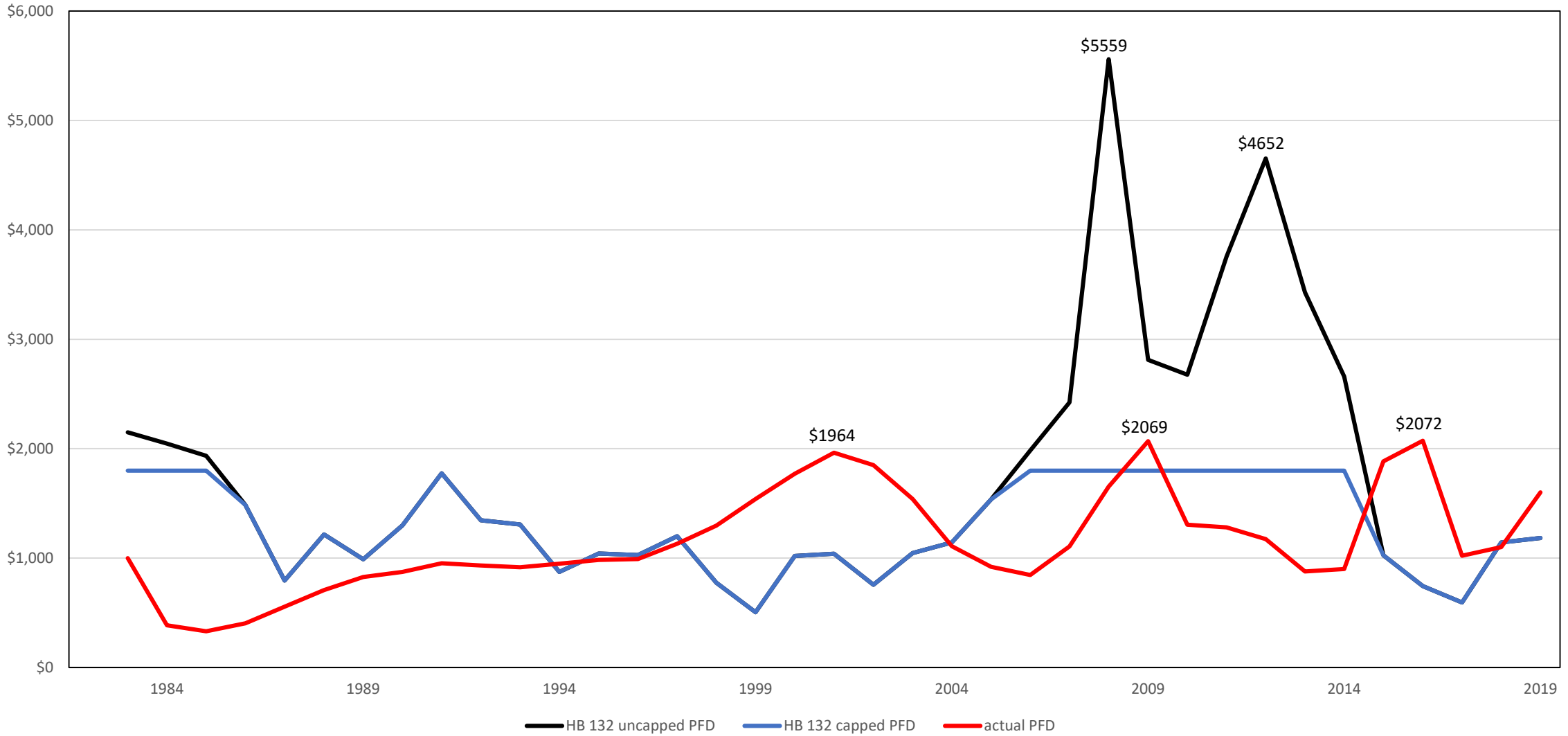


HB 132 vs Actual PFD



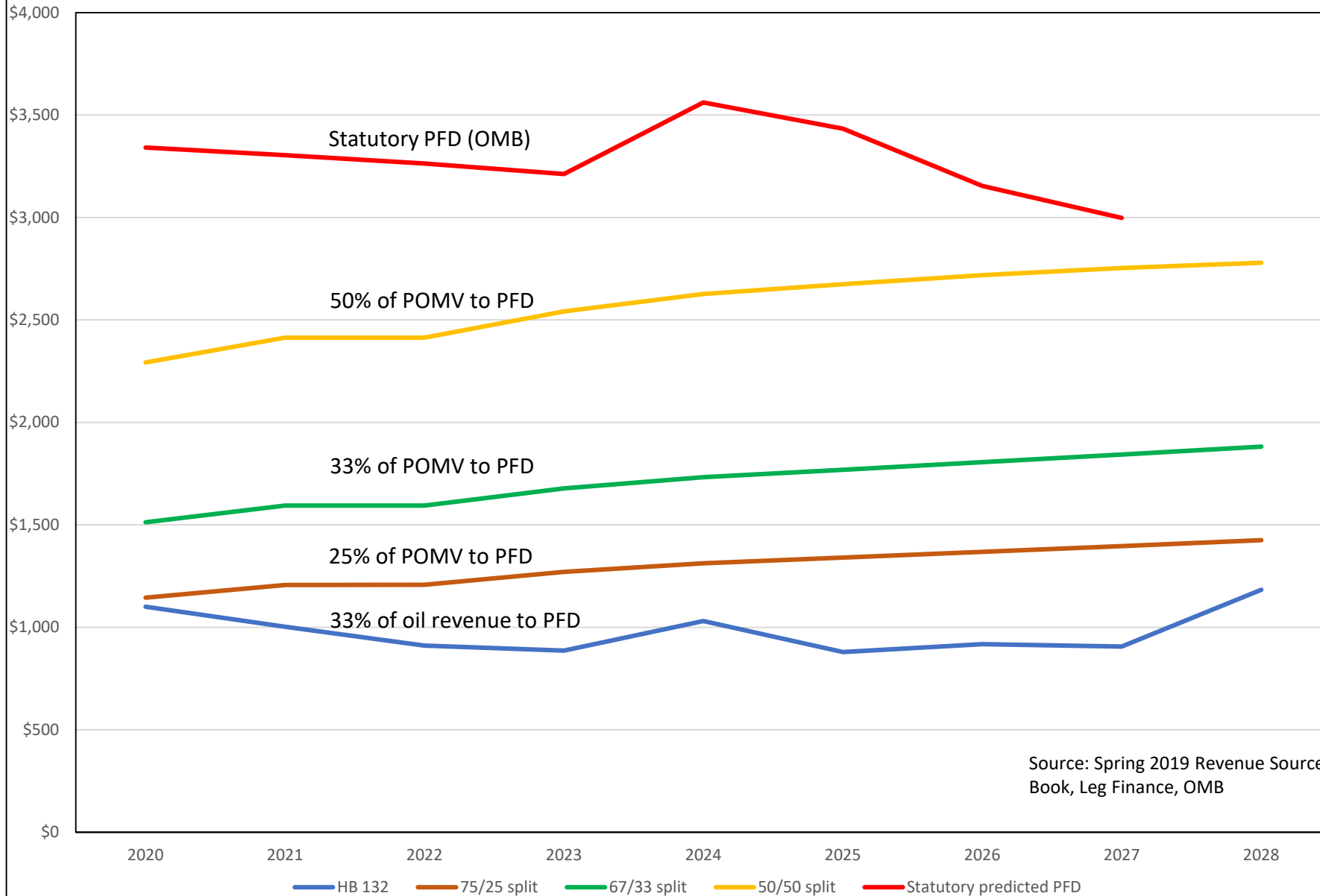
Source: Dept of Rev, Fall 2018 Revenue Sourcebook & PFD Div

HB 132 (capped and uncapped PFD) vs. Actual PFD



Source: Dept of Rev, Fall 2018 Revenue Sourcebook & PFD Div

PFD Values, HB 132 vs. Proposed POMV Splits



FY2020: HB 132 PFD check values, determined by per barrel oil cost and production levels.

Per Barrel Oil Cost	PFD amount at official production projection	PFD amount at 90% of projected production	PFD amount at 95% of projected production	PFD amount at 105% of projected production	PFD amount at 110% of projected production
\$130	\$3,550	\$3,195	\$3,372	\$3,727	\$3,905
\$120	\$3,115	\$2,804	\$2,960	\$3,271	\$3,427
\$110	\$2,681	\$2,413	\$2,547	\$2,815	\$2,949
\$100	\$2,263	\$2,037	\$2,150	\$2,376	\$2,489
\$90	\$1,844	\$1,659	\$1,752	\$1,936	\$2,028
\$80	\$1,424	\$1,282	\$1,353	\$1,495	\$1,567
\$70	\$1,067	\$960	\$1,013	\$1,120	\$1,174
\$60	\$811	\$730	\$771	\$852	\$892
\$50	\$647	\$582	\$615	\$679	\$712
\$40	\$502	\$452	\$477	\$527	\$552
\$30	\$344	\$310	\$327	\$361	\$378
\$20	\$177	\$159	\$168	\$186	\$195

Source: Department of Revenue, Fall 2018 Source Book + Spring 2019 Forecasts

Any
Questions?

