

The background features abstract, overlapping geometric shapes in various shades of blue, ranging from light sky blue to deep navy blue. These shapes are primarily located on the left and right sides of the slide, framing the central white area where the text is placed.

HB 4003: Updated Permanent Fund POMV Split 25%/75%

Rep. Ivy Spohnholz
Chair, House Ways and Means Committee

Proposed fiscal plan elements

Bill	FY23	FY24	FY25	FY26	FY27
(H) W&M HB 4003: 75%/25% POMV PFD formula	(346.7)	(71.5)	146.7	315.1	454.6
(H) W&M HB 189: Employment Tax for Education	65.0	65.0	66.0	66.0	66.0
(H) W&M HB 4002: Oil & Gas Per Barrel Tax Credit	174.0	294.7	460.6	386.7	386.7
Josephson HB 104: Motor Fuel Tax; Vehicle Reg. Fees	35.6	34.6	34.2	33.7	33.2
	(72.1)	322.8	707.5	801.5	940.5

HB 4003: Updates the Dividend Formula

Rewrite the dividend formula as follows:

The 5% Percent of Market Draw from the Permanent Fund will be split as follows:

- 25% to dividends
- 75% all else

HB 4003 POMV Split 75%/25% Budget and Dividend Impacts

	FY23	FY24	FY25	FY26	FY27	FY28
POMV Draw (<i>millions</i>)	3,361	3,599	3,805	4,014	4,249	4,335
25% for PFD (<i>millions</i>)	840	900	951	1,003	1,062	1,084
PFD/Recipient (<i>dollars</i>)	\$1,248	\$1,331	\$1,401	\$1,472	\$1,552	\$1,575

September 1, 2021 Ways & Means Committee presentation by Legislative Finance projected deficits of various split formulas.*

Surplus/(Deficit)	FY22	FY23	FY24	FY25	FY26	FY27	FY28	FY29	FY30
Before PFD	190.9	490.0	821.9	1,088.6	1,306.4	1,502.0	1,709.6	1,817.7	1,924.7
25% POMV to PFD	(576.4)	(346.7)	(71.5)	146.7	315.1	454.6	639.9	727.0	813.6
33% POMV to PFD	(822.0)	(614.4)	(357.4)	(154.8)	(2.1)	119.4	297.6	377.9	458.0
50% POMV to PFD	(1,343.8)	(1,183.3)	(964.9)	(795.3)	(676.2)	(592.9)	(429.8)	(363.8)	(297.5)

*These have been updated by Legislative Finance using the Fiscal Policy Working Group Assumptions. They are modestly different than those presented to Ways and Means on Sept. 1, 2021

Questions?