

Fiscal Note

State of Alaska
2025 Legislative Session

Bill Version: HB 6
Fiscal Note Number: _____
() Publish Date: _____

Identifier: HB006-DOR-APFC-3-14-25
Title: STATE FUND FIDUC DUTY: SOCIAL/POL
INTEREST
Sponsor: MCCABE
Requester: (H) JUD

Department: Department of Revenue
Appropriation: Alaska Permanent Fund Corporation Juneau
Office Operations
Allocation: Alaska Permanent Fund Corporation Juneau
Office Operations
OMB Component Number: 3447

Expenditures/Revenues

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

	FY2026 Appropriation Requested	Included in Governor's FY2026 Request	Out-Year Cost Estimates				
			FY 2027	FY 2028	FY 2029	FY 2030	FY 2031
OPERATING EXPENDITURES	***	FY 2026	***	***	***	***	***
Personal Services							
Travel							
Services							
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	***	0.0	***	***	***	***	***

Fund Source (Operating Only)

None							
Total	***	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 (FY2025) cost: 0.0 *(separate supplemental appropriation required)*

Estimated CAPITAL (FY2026) 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If yes, by what date are the regulations to be adopted, amended or repealed?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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Division: <u>Alaska Permanent Fund Corporation</u>	Date: <u>03/14/2025 03:00 PM</u>
Approved By: <u>Deven Mitchell, Executive Director</u>	Date: <u>03/14/2025</u>
Agency: <u>Alaska Permanent Fund Corporation</u>	

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2025 LEGISLATIVE SESSION

BILL NO. HB006

Analysis

This bill adds subsections to current statutes relating to fiduciary investment powers and duties for state funds, the Alaska Retirement Management Board funds and the Alaska Permanent Fund, to require fiduciaries to prioritize the financial interests of beneficiaries and to prohibit fiduciaries from making an investment for the purpose of furthering social, political, or ideological interests.

AS 37.30.120 already requires the Alaska Permanent Fund Corporation (APFC) to make investment decisions based on maximizing the risk-adjusted return of the permanent fund. Therefore, the investment of permanent fund assets for social, political, or ideological interests would be contrary to existing state law.

Costs are indeterminate as it is unclear if there would be an additional workload to identify and review policies outside of our maximum return objective.