

FISCAL NOTE

Bill Version: CSHB 156 (STA)

(H) Publish Date: 4/16/99

**STATE OF ALASKA
1999 LEGISLATIVE SESSION**

Revision Date/Time (Note if correction) _____ Dept. Affecte Revenue _____
 Title An Act relating to investments by the Alaska BRU Revenue Operations
Permanent Fund Corporation Component Alaska Permanent Fund Corporation
 Sponsor _____
 Requester House State Affairs Committee Component Serial No. _____

Expenditures/Revenues (Thousands of Dollars)

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

OPERATING EXPENDITURES	FY 2000	FY 2001	FY 2002	FY 2003	FY 2004	FY 2005
Personal Services						
Travel						
Contractual	1,577.3	3,087.9	3,217.2	3,365.7	3,527.5	3,695.2
Supplies						
Equipment						
Land & Structures						
Grants & Claims						
Miscellaneous						
TOTAL OPERATING	1,577.3	3,087.9	3,217.2	3,365.7	3,527.5	3,695.2

CAPITAL EXPENDITURES	FY 2000	FY 2001	FY 2002	FY 2003	FY 2004	FY 2005
	0.0	0.0	0.0	0.0	0.0	0.0

CHANGE IN REVENUES ()	FY 2000	FY 2001	FY 2002	FY 2003	FY 2004	FY 2005
	49,067.5	51,016.9	53,154.4	55,607.3	58,280.6	61,050.8

FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other Corporate Receipts	1,577.3	3,087.9	3,217.2	3,365.7	3,527.5	3,695.2
TOTAL	1,577.3	3,087.9	3,217.2	3,365.7	3,527.5	3,695.2

Estimate of current year (FY99) cost: 0.0

POSITIONS

Full-time						
Part-time						
Temporary						

ANALYSIS: This fiscal note assumes an increase in costs and revenues associated with a 5% increase in public equity investments. It is likely over the 5 year period of this fiscal note that the APFC will use this increased investment flexibility in other asset types as well, e.g., real estate, fixed-income, and alternative investments such as private equity. The new investments would be entered into in order to add incremental value to a very large asset base. Investments with the potential to add significant value may require significant increased costs. All new investments will be reviewed by the Board of Trustees prior to implementation and presented to the APFC's oversight committee, the Legislative Budget & Audit Committee, for review and comment.

Prepared by Peter A. Bushre Phone 465-2301
 Division Alaska Permanent Fund Corporation Date/Time _____
 Approved by _____ Date 4/14/99
 Commissioner William E. Gordon
 Agency Department of Revenue

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