

# FISCAL NOTE

Bill Version: CSHB 156 (FIN)

(H) Publish Date: 5/3/99

**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 House Rules Committee  
 Requester House Finance 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	3,154.6	6,175.7	6,434.5	6,731.4	7,055.0	7,390.4
Supplies						
Equipment						
Land & Structures						
Grants & Claims						
Miscellaneous						
<b>TOTAL OPERATING</b>	<b>3,154.6</b>	<b>6,175.7</b>	<b>6,434.5</b>	<b>6,731.4</b>	<b>7,055.0</b>	<b>7,390.4</b>

<b>CAPITAL EXPENDITURES</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>
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<b>CHANGE IN REVENUES ( )</b>	<b>98,135.0</b>	<b>102,033.8</b>	<b>106,308.8</b>	<b>111,214.6</b>	<b>116,561.2</b>	<b>122,101.6</b>
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**FUND SOURCE (Thousands of Dollars)**

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other Corporate Receipts	3,154.6	6,175.7	6,434.5	6,731.4	7,055.0	7,390.4
<b>TOTAL</b>	<b>3,154.6</b>	<b>6,175.7</b>	<b>6,434.5</b>	<b>6,731.4</b>	<b>7,055.0</b>	<b>7,390.4</b>

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 10% 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 *Peter A. Bushre* Phone 465-2301  
 Division Alaska Permanent Fund Corporation Date/Time \_\_\_\_\_  
 Approved by \_\_\_\_\_  
 Commissioner Wilson L. Condon *Wilson L. Condon* Date 4/28/99  
 Agency Department of Revenue

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