

FISCAL NOTE

STATE OF ALASKA
2001 LEGISLATIVE SESSION

Fiscal Note Number: 2
 Bill Version: CSHB 20(CRA)
 (H) Publish Date: 3/22/01

Revision Date/Time (Note if correction): _____ Dept. Affected: Revenue
 Title: Aid to Municipalities and Others BRU: Permanent Fund Corp.
 Component: Permanent Fund Corp.
 Sponsor: Representative Moses
 Requester: House Community and Regional Affairs Component Number: 109

Expenditures/Revenues (Thousands of Dollars)

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

OPERATING EXPENDITURES	FY 2002	FY 2003	FY 2004	FY 2005	FY 2006	FY 2007
Personal Services						
Travel						
Contractual						
Supplies						
Equipment						
Land & Structures						
Grants & Claims						
Miscellaneous						
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0

CAPITAL EXPENDITURES						
-----------------------------	--	--	--	--	--	--

CHANGE IN REVENUES ()						
-------------------------------	--	--	--	--	--	--

FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other (Specify Type)						
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY2001) cost: 0.0

Check this box (X) if funding for this bill is included in the Governor's FY 2002 budget proposal:

POSITIONS

Full-time	0	0	0	0	0	0
Part-time	0	0	0	0	0	0
Temporary	0	0	0	0	0	0

ANALYSIS: (Attach a separate page if necessary)

The proposed legislation does not increase the cost of operations for the Alaska Permanent Fund Corporation. See the attached schedule for the annual amount estimated to be available for the municipal dividend.

Prepared by: Robert D. Storer, Executive Director Phone (907)465-2047
 Division: Alaska Permanent Fund Corporation Date/Time 3/19/01 9:00 AM
 Approved by: Larry Persily, Deputy Commissioner Date 03/19/2001
 Agency: Department of Revenue

For distribution information, call the Governor's Legislative Office

Analysis of HB 20

Alaska Permanent Fund Corporation

Based on December 2000 APFC Financial Projections
(\$ in millions)

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	TOTALS
Payout per HB 20	1,252	1,257	1,212	1,184	1,200	1,286	1,342	1,402	1,464	1,529	1,595	14,723
Municipal Dividend (\$150 per person)	88	89	90	91	92	93	94	95	96	97	98	1,026
Distribution for PFD Fund	1,164	1,168	1,122	1,093	1,108	1,192	1,248	1,307	1,368	1,431	1,496	13,697
Payout Status Quo (all PFD Fund)	1,164	1,168	1,124	1,097	1,116	1,205	1,265	1,329	1,396	1,464	1,535	13,862
Difference in annual payout. (HB 20 - Status Quo)	88	89	88	87	84	81	77	73	69	64	60	860
Retain for Inflation - HB 20	687	695	727	759	792	825	858	893	928	964	1001	9,128
Retain for Inflation - Status Quo	687	695	727	759	792	825	858	893	928	964	1,001	9,128
AK Permanent Fund value in 2011 - HB 20											41,118	
Principal											31,796	
Earnings Reserve											9,322	
Permanent Fund value in 2011 - Status Quo											42,476	
Principal											31,796	
Earnings Reserve											10,680	
Per Person Dividend HB 20	\$1,930.00	\$1,910.00	\$1,810.00	\$1,740.00	\$1,750.00	\$1,870.00	\$1,930.00	\$2,000.00	\$2,080.00	\$2,150.00	\$2,230.00	\$21,400.00
Per Person Dividend Status Quo	\$1,930.00	\$1,910.00	\$1,820.00	\$1,750.00	\$1,760.00	\$1,890.00	\$1,960.00	\$2,040.00	\$2,120.00	\$2,200.00	\$2,280.00	\$21,660.00

These projections represent only our best estimate of the median case rate of return; actual annual performance will vary with market volatility.
Distributions shown for the Dividend Fund and the Municipal Dividend are calculated and booked as payables at fiscal year end and actually paid out the following fiscal year.
Slight differences due to rounding.