

FISCAL NOTE

STATE OF ALASKA
2004 LEGISLATIVE SESSION

Fiscal Note Number: 3
 Bill Version: CSHB 333(EDU)
 (H) Publish Date: 3/22/04

Revision Date/Time (Note if correction): _____ Dept. Affected: Revenue
 Title Public School Endowment RDU Revenue Programs & Services
 Component Treasury Management
 Sponsor Representative Ogg
 Requester House Education Component No. 121

Expenditures/Revenues (Thousands of Dollars)

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

OPERATING EXPENDITURES	FY 2005	FY 2006	FY 2007	FY 2008	FY 2009	FY 2010
Personal Services						
Travel						
Contractual	45.0	90.0	135.0	180.0	225.0	270.0
Supplies						
Equipment						
Land & Structures						
Grants & Claims						
Debt Service		0.0	0.0	0.0	0.0	0.0
TOTAL OPERATING	45.0	90.0	135.0	180.0	225.0	270.0

CAPITAL EXPENDITURES						
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CHANGE IN REVENUES ()						
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FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF	45.0	90.0	135.0	180.0	225.0	270.0
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other (Specify Type--Do not abbreviate)						
TOTAL	45.0	90.0	135.0	180.0	225.0	270.0

Estimate of any current year (FY2004) cost: 0.0

Check this box (X) if funding for this bill is included in the Governor's FY 2005 budget proposal:

POSITIONS

Full-time						
Part-time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

For purposes of this fiscal note the endowment fund established with CSHB333 is assumed to accumulate \$10 million per year net of any appropriations. The cost of managing that amount is 45 basis points as shown above. The cost for amounts over \$10 million would drop to 16 basis points. The bill provides for separate principal and income accounts; the assumption is that this would not be necessary. The bill does not provide for money management fees; the assumption is that they would be provided from the fund. The bill provides for unspecified education fund board costs; the assumption is that those would come from DEED.

Our understanding is that fund income will become better defined as more about the bill becomes known.

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 Division Treasury Division Date/Time 3/01/04, 4 PM
 Approved by: Landa Baily, Special Assistant Date 3/1/2004
 Agency Department of Revenue