

FISCAL NOTE

STATE OF ALASKA
2005 LEGISLATIVE SESSION

Fiscal Note Number: 1
 Bill Version: CSHJR 12(W&M)
 (H) Publish Date: 4/12/05

Revision Date/Time (Note if correction):
 Title Const. AM: Budget Reserve Fund Repeal

Dept. Affected: Revenue
 RDU AK Permanent Fund Corporation
 Component AK Permanent Fund Corporation

Sponsor Representative Harris
 Requester House Ways & Means Committee Component No. 109

Expenditures/Revenues (Thousands of Dollars)

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

OPERATING EXPENDITURES	FY 2006	FY 2007	FY 2008	FY 2009	FY 2010	FY 2011
Personal Services						
Travel						
Contractual		1,500.0	3,000.0	3,240.0	3,499.0	3,779.0
Supplies						
Equipment						
Land & Structures						
Grants & Claims						
Miscellaneous						
TOTAL OPERATING		1,500.0	3,000.0	3,240.0	3,499.0	3,779.0

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						
1105 Pfund Rcpt.		1,500.0	3,000.0	3,240.0	3,499.0	3,779.0
TOTAL		1,500.0	3,000.0	3,240.0	3,499.0	3,779.0

Estimate of any current year (FY2005) cost: 0.0

Mark this box (X) if funding for this bill is included in the Governor's FY 2006 budget proposal:

POSITIONS

Full-time						
Part-time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

HJR 12 would place a measure on the 2006 general election ballot that, if approved, would transfer the balance of the CBR to the principal of the Permanent Fund.

Assuming approximately \$2 billion transferred into the principal of the Fund following the general election in FY07, APFC estimates investment management fees for the corporation will initially increase by approximately \$1.5 million for the remainder of FY07, and then \$3 million for the first full year of management (FY08). As the principal grows at the expected rate of return, the corresponding management fees will increase over time.

Prepared by: Michael Burns, Executive Director/CEO Phone 907-465-2047
 Division: Alaska Permanent Fund Corporation Date/Time 03/30/05
 Approved by: _____ Date 3/30/2005
 Agency: _____