

FISCAL NOTE

STATE OF ALASKA
2007 LEGISLATIVE SESSION

Fiscal Note Number: 3
 Bill Version: CSHB 238(FIN)
 (H) Publish Date: 4/25/07

Revision Date/Time (Note if correction): _____ Dept. Affected: Revenue
 Title Oil & Hazard Substance Response Account RDU Tax and Treasury
 Component Treasury Division
 Sponsor Representative Meyer
 Requester House Finance Committee Component No. 121

Expenditures/Revenues (Thousands of Dollars)

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

OPERATING EXPENDITURES	FY 2008	FY 2009	FY 2010	FY 2011	FY 2012	FY 2013
Personal Services						
Travel						
Contractual	40.9	40.9	40.9	40.9	40.9	40.9
Supplies						
Equipment						
Land & Structures						
Grants & Claims						
Miscellaneous						
TOTAL OPERATING	40.9	40.9	40.9	40.9	40.9	40.9

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						
1005 GF/Program Receipts						
1037 GF/Mental Health						
1052 Oil/Haz Rel Prev and Resp Fund	40.9	40.9	40.9	40.9	40.9	40.9
TOTAL	40.9	40.9	40.9	40.9	40.9	40.9

Estimate of any current year (FY2007) cost: 0.0

Mark this box (X) if funding for this bill is included in the Governor's FY 2008 budget proposal:

POSITIONS

Full-time						
Part-time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

House Bill 238 sets up a subaccount in the response account in the amount of \$40 million. It is anticipated the fund will be managed the asset allocation of 39% Broad Market Fixed Income Pool, 44% Domestic Equity Pool and 17% International Equity Pool to yield a greater rate of return than its current investment in the Gefonsi fund earns.

The above investment management costs include external investment management fees, audit, accounting and custody fees. These costs are projected based on median market returns based on Callan and Associates, March 2007, capital market assumptions.

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 Approved by: Brian Andrews, Deputy Commissioner
 Agency: Department of Revenue

Phone: 465-2352
 Date/Time: Tuesday; 9:17 am
 Date: 4/24/2007