

# FISCAL NOTE

**STATE OF ALASKA**  
**2010 LEGISLATIVE SESSION**

Fiscal Note Number: 4  
 Bill Version: HB 297  
 (H) Publish Date: 1/19/10

Identifier (file name): 0771-DOR-TRS-11-30-09 Dept. Affected: Revenue  
 Title Governor's Performance Scholarship Endowment Fund RDU Treasury  
 Component Treasury  
 Sponsor \_\_\_\_\_  
 Requester Governor Component Number 121

**Expenditures/Revenues** (Thousands of Dollars)

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

	Appropriation Required	Information						
		FY 2011	FY 2011	FY 2012	FY 2013	FY 2014	FY 2015	FY 2016
<b>OPERATING EXPENDITURES</b>								
Personal Services	60.0		60.0	60.0	60.0	60.0	60.0	60.0
Travel								
Contractual	55.0		55.0	55.0	55.0	55.0	55.0	55.0
Supplies								
Equipment								
Land & Structures								
Grants & Claims								
Miscellaneous								
<b>TOTAL OPERATING</b>	<b>115.0</b>	<b>0.0</b>	<b>115.0</b>	<b>115.0</b>	<b>115.0</b>	<b>115.0</b>	<b>115.0</b>	<b>115.0</b>

<b>CAPITAL EXPENDITURES</b>								
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<b>CHANGE IN REVENUES ( )</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 Interagency Receipts	115.0		115.0	115.0	115.0	115.0	115.0	115.0
<b>TOTAL</b>	<b>115.0</b>	<b>0.0</b>	<b>115.0</b>	<b>115.0</b>	<b>115.0</b>	<b>115.0</b>	<b>115.0</b>	<b>115.0</b>

Estimate of any current year (FY2010) cost: \_\_\_\_\_

**POSITIONS**

Full-time								
Part-time								
Temporary								

**ANALYSIS:** (Attach a separate page if necessary)

The draft bill provides for a separate endowment fund to be set up in the amount of \$400 million to be managed by the Commissioner of Revenue. It is anticipated the fund will be managed with asset allocation of 60% fixed income and 40% domestic equity in order to yield a real annual rate of return of 5%. These costs include investment management fees, audit, accounting and custody fees and are projected based on the assumptions provided by the division's investment advisor and the division's cost allocation plan.

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 Division Treasury Division  
 Approved by: Jerry Burnett, Deputy Commissioner  
Department of Revenue

Phone 465-2300  
 Date/Time \_\_\_\_\_  
 Date 11/25/2009