

Fiscal Note

State of Alaska
2016 Legislative Session

Bill Version:	HB 5001
Fiscal Note Number:	6
(H) Publish Date:	7/11/2016

Identifier: 0513-DOR-TRS-7-7-16
 Title: PERM. FUND:DEPOSITS;DIVIDEND;EARNINGS
 Sponsor: RLS BY REQUEST OF THE GOVERNOR
 Requester: GOVERNOR

Department: Department of Revenue
 Appropriation: Taxation and Treasury
 Allocation: Treasury Division
 OMB Component Number: 121

Expenditures/Revenues

Note: Amounts do not include inflation unless otherwise noted below. (Thousands of Dollars)

	FY2017	Included in	Out-Year Cost Estimates					
	Appropriation Requested	Governor's FY2017 Request	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021	FY 2022
OPERATING EXPENDITURES	FY 2017	FY 2017	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021	FY 2022
Personal Services								
Travel								
Services		(130.0)	(130.0)	(130.0)	(130.0)	(130.0)	(130.0)	(130.0)
Commodities								
Capital Outlay								
Grants & Benefits								
Miscellaneous								
Total Operating	0.0	(130.0)	(130.0)	(130.0)	(130.0)	(130.0)	(130.0)	(130.0)

Fund Source (Operating Only)

1004 Gen Fund		(130.0)	(130.0)	(130.0)	(130.0)	(130.0)	(130.0)	(130.0)
Total	0.0	(130.0)	(130.0)	(130.0)	(130.0)	(130.0)	(130.0)	(130.0)

Positions

Full-time								
Part-time								
Temporary								

Change in Revenues								
---------------------------	--	--	--	--	--	--	--	--

Estimated SUPPLEMENTAL (FY2016) cost: 0.0 *(separate supplemental appropriation required)*
(discuss reasons and fund source(s) in analysis section)

Estimated CAPITAL (FY2017) cost: 0.0 *(separate capital appropriation required)*
(discuss reasons and fund source(s) in analysis section)

ASSOCIATED REGULATIONS

Does the bill direct, or will the bill result in, regulation changes adopted by your agency? **No.**
 If yes, by what date are the regulations to be adopted, amended or repealed?

Why this fiscal note differs from previous version:

Not applicable. Initial version.

Prepared By:	Pamela Leary, Director	Phone:	(907)465-3751
Division:	Treasury	Date:	07/07/2016 03:00 PM
Approved By:	Jerry Burnett, Deputy Commissioner	Date:	07/07/16
Agency:	Department of Revenue		

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2016 LEGISLATIVE SESSION**Analysis**

This bill contemplates that management of the Constitutional Budget Reserve Fund (CBRF) would be transferred from the Treasury to the APFC. The cost of managing the CBRF at Treasury in FY16 was approximately \$1.4 million. The Treasury division allocates all of its costs for managing investment funds based upon a federally approved cost allocation plan such that all costs are charged to funds based on the relative asset value of each fund to all funds managed at the Treasury. This results in an efficient and cost effective method of charging funds to be managed. If management of the CBRF is transferred to the APFC, the savings would be approximately \$130,000 in external management fees as remaining internal costs would be allocated to the other funds managed by Treasury.