

Fiscal Note

State of Alaska
2016 Legislative Session

Bill Version:	CSSSSB 114(STA)
Fiscal Note Number:	2
(S) Publish Date:	3/16/2016

Identifier: SB114-DOR-PFD-01-28-16
 Title: PERM FUND: EARNINGS, DEPOSITS,
 ACCOUNTS
 Sponsor: MCGUIRE
 Requester: Senate State Affairs

Department: Department of Revenue
 Appropriation: Taxation and Treasury
 Allocation: Permanent Fund Dividend Division
 OMB Component Number: 981

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 2018	FY 2019	FY 2020	FY 2021	FY 2022
OPERATING EXPENDITURES	FY 2017	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021	FY 2022
Personal Services							
Travel							
Services							
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Fund Source (Operating Only)

None							
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Positions

Full-time							
Part-time							
Temporary							

Change in Revenues

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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 If yes, by what date are the regulations to be adopted, amended or repealed?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:

Prepared By:	Sara Race, Director	Phone:	(907)465-4785
Division:	Permanent Fund Dividend	Date:	01/29/2016 03:30 PM
Approved By:	Jerry Burnett, Deputy Commissioner	Date:	01/29/16
Agency:	Department of Revenue		

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2016 LEGISLATIVE SESSION

Analysis

Bill Analysis

The proposed legislation will alter the method in which funds are made available to calculate the annual dividend. Instead of a transfer of income from the Alaska Permanent Fund Corporation the dividend fund will be replenished by an amount appropriated by the legislature in the newly added section 37.13.015.

Although the way in which funds become available to disburse dividends is important, the proposed changes that will directly impact the calculation process are; (1) having additional funds available if the annual estimated dividend amount were to fall short of a \$1000.00 and (2) the potential of an unobligated balance on June 30 of the fiscal year being appropriated rather than carried forward to the subsequent fiscal year.

Annually, the dividend amount is calculated in mid-September for the first payment distribution, which gets paid near the beginning of October. If an additional amount was necessary to reach a \$1000.00 per dividend threshold, the additional appropriated funds would need to be accessible as needed to pay eligible Alaskans.