

Fiscal Note

State of Alaska
2017 Legislative Session

Bill Version:	SSHB 146
Fiscal Note Number:	1
(H) Publish Date:	3/27/2017

Identifier: HB146-DOR-PFD-03-17-17
 Title: SCHOOL TAX; PFD PAYMENT FOR SCHOOL TAX
 Sponsor: CLAMAN
 Requester: House Education

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)

	FY2018	Included in	Out-Year Cost Estimates				
	Appropriation Requested	Governor's FY2018 Request	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023
OPERATING EXPENDITURES	FY 2018	FY 2018	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023
Personal Services							
Travel							
Services	8.0						
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	8.0	0.0	0.0	0.0	0.0	0.0	0.0

Fund Source (Operating Only)

1005 GF/Prgm (DGF)	8.0						
Total	8.0	0.0	0.0	0.0	0.0	0.0	0.0

Positions

Full-time							
Part-time							
Temporary							

Change in Revenues

None							
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0

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

Estimated CAPITAL (FY2018) 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 If yes, by what date are the regulations to be adopted, amended or repealed?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.

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Division:	Permanent Fund Dividend	Date:	03/17/2017 01:00 PM
Approved By:	Jerry Burnett, Deputy Commissioner	Date:	03/17/17
Agency:	Department of Revenue		

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2017 LEGISLATIVE SESSION

Analysis

This legislation modifies the online dividend application and the disbursement of dividend funds upon payment.

The bill also creates a dividend tax payment option. Similar to the UA College Savings plan or charitable contributions, a voluntary option will be made available on the electronic dividend application, so an individual may apply all or a portion of their dividend to their school taxes due. Although this option will be made available on all electronic applications, it will only apply to those that are determined eligible and paid. At the time of payment, all other involuntary and voluntary deductions will be paid first. After one's school taxes are paid, based on their adjusted gross income, any amount in excess will be paid to the individual named on the permanent fund dividend application.

Tax funds will be reported and transferred to the Tax Division on a monthly basis as part of the standard dividend payment disbursement process.

This added option will require programming changes to be made to the division's database and online dividend application. It will take approximately 50 hours at \$160.00 per hour for a total of \$8,000.