

Fiscal Note

State of Alaska
2020 Legislative Session

Bill Version:	HB 259
Fiscal Note Number:	1
(H) Publish Date:	2/19/2020

Identifier: LL-0101-1-DOR-PFD-02-17-2020
 Title: SUPPLEMENTAL PFD FOR 2019 RECIPIENTS
 Sponsor: RLS BY REQUEST OF THE GOVERNOR
 Requester: Governor

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)

	FY2021	Included in	Out-Year Cost Estimates					
	Appropriation Requested	Governor's FY2021 Request	FY 2021	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026
OPERATING EXPENDITURES	FY 2021	FY 2021						
Personal Services	12.0							
Travel								
Services								
Commodities								
Capital Outlay								
Grants & Benefits								
Miscellaneous								
Total Operating	12.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Fund Source (Operating Only)

1050 PFD Fund (Other)	12.0							
Total	12.0	0.0	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	0.0

Estimated SUPPLEMENTAL (FY2020) cost: 0.0 *(separate supplemental appropriation required)*

Estimated CAPITAL (FY2021) cost: 0.0 *(separate capital appropriation required)*

Does the bill create or modify a new fund or account? No
(Supplemental/Capital/New Fund - 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 If yes, by what date are the regulations to be adopted, amended or repealed?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/comments:

Not applicable; initial version.

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Division:	Permanent Fund Dividend Division	Date:	02/17/2020 09:55 PM
Approved By:	Brad Ewing, Administrative Services Director	Date:	02/18/20
Agency:	Office of Management and Budget		

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2020 LEGISLATIVE SESSION**Analysis**

This bill will provide for an additional payment to recipients of the 2019 Permanent Fund Dividend who also qualify for a 2020 Permanent Fund Dividend. The additional payment will, when combined with the Permanent Fund Dividend actually paid in 2019, total the full statutory Permanent Fund Dividend for 2019.

The funds requested in Services will be used for programming costs. The system will need to be capable of paying out two separate dividend amounts in one year. The work to accomplish this will need to be done in FY2020-FY2021.

Considerations need to be made for applications from 2019 that are pending eligibility decisions, as well as payments of prior year dividends after the supplemental payment year is complete. Once the programming has been done, extensive testing will also be necessary to ensure the system is working as programmed. In total, the division estimates these changes and testing to take 100 hours of programmer time. The hourly rate for programming is \$120.00. The programming hours will be spent strictly within the internal database. The division assumes that all of these funds are available for garnishments and voluntary deductions as they would have been the prior year had they been paid out.