

# Fiscal Note

State of Alaska  
2023 Legislative Session

Bill Version:	CSSB 98(FIN)
Fiscal Note Number:	2
(S) Publish Date:	4/21/2023

Identifier: SB098-DOR-APFC-IMF-03-10-23  
 Title: POWER COST EQUALIZATION ENDOWMENT FUND  
 Sponsor: FINANCE  
 Requester: (S) FIN

Department: Department of Revenue  
 Appropriation: Alaska Permanent Fund Corporation  
 Allocation: APFC Investment Management Fees  
 OMB Component Number: 2310

**Expenditures/Revenues**

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

	FY2024	Included in	Out-Year Cost Estimates				
	Appropriation Requested	Governor's FY2024 Request	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029
<b>OPERATING EXPENDITURES</b>	<b>FY 2024</b>	<b>FY 2024</b>					
Personal Services							
Travel							
Services	2,500.0		2,500.0	2,500.0	2,500.0	2,500.0	2,500.0
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
<b>Total Operating</b>	<b>2,500.0</b>	<b>0.0</b>	<b>2,500.0</b>	<b>2,500.0</b>	<b>2,500.0</b>	<b>2,500.0</b>	<b>2,500.0</b>

**Fund Source (Operating Only)**

1105 PF Gross (Other)	2,500.0		2,500.0	2,500.0	2,500.0	2,500.0	2,500.0
<b>Total</b>	<b>2,500.0</b>	<b>0.0</b>	<b>2,500.0</b>	<b>2,500.0</b>	<b>2,500.0</b>	<b>2,500.0</b>	<b>2,500.0</b>

**Positions**

Full-time							
Part-time							
Temporary							

**Change in Revenues**

None							
<b>Total</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

**Estimated SUPPLEMENTAL (FY2023) cost:** 0.0 *(separate supplemental appropriation required)*

**Estimated CAPITAL (FY2024) 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 If yes, by what date are the regulations to be adopted, amended or repealed?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:**

Initial version of this bill.

Prepared By:	Michael Barnhill, Chief Operations Officer	Phone:	(907)796-1540
Division:	Alaska Permanent Fund Corporation	Date:	03/10/2023
Approved By:	Deven Mitchell, Executive Director and Chief Executive Officer	Date:	03/10/23
Agency:	Alaska Permanent Fund Corporation		

REPORTED OUT OF  
SFC 04/20/2023

FISCAL NOTE ANALYSIS

STATE OF ALASKA  
2023 LEGISLATIVE SESSION

**Analysis**

SB 98 transfers the responsibility to manage the investments of the Power Cost Equalization Endowment Fund established in AS 42.45.070 from the Commissioner of Revenue to the Alaska Permanent Fund Corporation. APFC estimates that the investment management fees associated with investing the approximately \$1B Power Cost Equalization Endowment Fund at 25 basis points, or \$2.5mm.