

Introduced: 5/2/89
Referred: State Affairs, Judiciary
and Finance

6-1384A

1 IN THE SENATE

BY COGHILL

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SENATE BILL NO. 312

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IN THE LEGISLATURE OF THE STATE OF ALASKA

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SIXTEENTH LEGISLATURE - FIRST SESSION

5

A BILL

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For an Act entitled: "An Act relating to income of the permanent fund; and
providing for an effective date."

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BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

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* Section 1. AS 37.13.140 is amended to read:

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Sec. 37.13.140. INCOME. Net income of the permanent fund [COR-
PORATION] shall be computed annually as of the last day of the fiscal
year in accordance with generally accepted accounting principles,
excluding any unrealized gains or losses. [INCOME AVAILABLE FOR
DISTRIBUTION EQUALS 21 PERCENT OF THE NET INCOME OF THE CORPORATION
FOR THE LAST FIVE FISCAL YEARS, INCLUDING THE FISCAL YEAR JUST ENDED,
BUT MAY NOT EXCEED NET INCOME OF THE CORPORATION FOR THE FISCAL YEAR
JUST ENDED PLUS THE BALANCE IN THE EARNINGS RESERVE ACCOUNT DESCRIBED
IN AS 37.13.145.]

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* Sec. 2. AS 37.13.145 is amended to read:

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Sec. 37.13.145. DISPOSITION OF INCOME. After [AT] the end of
each fiscal year, an amount sufficient to offset the effect of infla-
tion on principal of the Alaska permanent fund during that year, as
measured by the change in the calendar year average United States
consumer price index for all urban consumers shall be transferred by
the corporation from the net income of [AS DEFINED IN AS 37.13.140,
EXCLUDING INCOME ON THE EARNINGS RESERVE ACCOUNT IN] the Alaska perma-
nent fund [,] to the principal of the [ALASKA] permanent fund for
reinvestment. The amount transferred under this subsection may not
exceed 25 percent of the net income computed for the preceding fiscal

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1 the dividend fund in the current year under AS 43.23.055(3);

2 (D) less the amount necessary to pay dividends from
3 the dividend fund due to eligible applicants who, as determined
4 by the department, filed for a previous year's dividend by the
5 filing deadline but who were not included in a previous year's
6 dividend computation;

7 (2) determining the number of individuals eligible to
8 receive a dividend payment for the current year; and

9 (3) dividing the amount determined under (1) of this sec-
10 tion by the amount determined under (2) of this section.

11 * Sec. 5. AS 43.23.045(b) is repealed.

12 * Sec. 6. This Act takes effect July 1, 1989.