

**SENATE BILL NO. 15**

IN THE LEGISLATURE OF THE STATE OF ALASKA

SEVENTEENTH LEGISLATURE - FIRST SESSION

BY SENATOR FISCHER

Introduced: 1/21/91

Referred: State Affairs and Finance

**A BILL****FOR AN ACT ENTITLED**

1 "An Act relating to the longevity bonus investment fund and to the longevity bonus  
2 payment fund; and providing for an effective date."

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

4 \* **Section 1.** AS 37.13.140 is amended to read:

5           Sec. 37.13.140. INCOME. Net income of the permanent fund [CORPORATION] shall  
6           be computed annually as of the last day of the fiscal year in accordance with generally accepted  
7           accounting principles, excluding any unrealized gains or losses. Income available for distribution  
8           equals 21 percent of the net income of the fund [CORPORATION] for the last five fiscal years,  
9           including the fiscal year just ended, but may not exceed net income of the fund  
10           [CORPORATION] for the fiscal year just ended plus the balance in the earnings reserve account  
11           described in AS 37.13.145.

12 \* **Sec. 2.** AS 37.13.150 is amended to read:

13           Sec. 37.13.150. CORPORATION BUDGET. The revenue generated by the corporation's  
14           permanent fund investments must be identified as the source of the operating budget of the

1 corporation in the state's operating budget under AS 37.07 (Executive Budget Act). The  
2 unexpended balance of the corporation's annual operating budget does not lapse at the end of the  
3 fiscal year but shall be treated as income under AS 37.13.140.

4 \* **Sec. 3.** AS 47.45 is amended by adding a new section to read:

5 Sec. 47.45.085. LONGEVITY BONUS INVESTMENT FUND. There is established the  
6 longevity bonus investment fund composed of appropriations to the fund. The investment fund  
7 shall be managed by the Alaska Permanent Fund Corporation and invested as authorized under  
8 AS 37.13.120 for permanent fund assets. The legislature may appropriate income from the  
9 investment fund to the longevity bonus payment fund to be used for longevity bonus payments.

10 \* **Sec. 4.** AS 47.45.090(a) is amended to read:

11 (a) The [ALASKA] longevity bonus payment fund is created for the purpose of paying  
12 the monthly bonuses provided for in this chapter. The fund consists only of money made  
13 available by appropriations of the legislature from the general fund or from [, AND INCOME  
14 AND INTEREST DERIVED FROM THE INVESTMENT OF MONEY OF] the longevity bonus  
15 investment fund.

16 \* **Sec. 5.** AS 47.45.110 is repealed.

17 \* **Sec. 6.** This Act takes effect July 1, 1991.