

HOUSE BILL NO. 177

IN THE LEGISLATURE OF THE STATE OF ALASKA

EIGHTEENTH LEGISLATURE - FIRST SESSION

BY REPRESENTATIVE ULMER

Introduced: 2/24/93

Referred: State Affairs, Judiciary, Finance

A BILL

FOR AN ACT ENTITLED

1 "An Act relating to disposition of income from the permanent fund; and
2 providing for an effective date."

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

4 * Section 1. AS 37.13.145(b) is amended to read:

5 (b) At the end of each fiscal year after the transfer under (c) of this section,
6 the corporation shall transfer from the earnings reserve account to the dividend fund
7 established under AS 43.23.045 50 percent of the income available for distribution
8 under AS 37.13.140, or, if less than that amount is in the earnings reserve account,
9 the corporation shall transfer the balance in the account to the dividend fund.

10 * Sec. 2. AS 37.13.145(c) is amended to read:

11 (c) At the end of each fiscal year before [AFTER] the transfer under (b) of
12 this section, the corporation shall transfer from the earnings reserve account to the
13 principal of the fund an amount sufficient to offset the effect of inflation on principal
14 of the fund during that fiscal year. The corporation shall calculate the amount to

1 transfer to the principal under this subsection by
2 (1) computing the average of the monthly United States Consumer
3 Price Index for all urban consumers for each of the two previous calendar years;
4 (2) computing the percentage change between the first and second
5 calendar year average; and
6 (3) applying that rate to the value of the principal of the fund on the
7 last day of the fiscal year just ended.
8 * Sec. 3. This Act takes effect July 1, 1993.