

SB

193

SFIN

FILE

SENATE FINANCE COMMITTEE REPORT

REPORTED OUT
APR 26 2001
SENATE FINANCE
COMMITTEE

DATE: 4/20/01

FURTHER:

DATE TURNED IN TO OFFICE: 27 April 01

Finance Committee considered **SENATE BILL NO. 193**

STUDY: EFFECTS OF PERMANENT FUND DIVIDEND

"An Act relating to a study of the economic and social effects of the permanent fund dividend on the state."

and recommends:

- be replaced with CS SB 193 (FIN)
- adopt previous CS forthcoming ()
- attached amendment(s)
- adopt Letter of Intent by _____ Committee
- further referral to _____ Committee

- Senate Bill:**
 same title
 new title
- House Bill:**
 same title
 technical title
 new: SCR # _____

NEW FISCAL NOTE(S):

Department	Date	Fiscal	Zero	FN#
Legislature	4/27/01	200.0		

PREVIOUS FISCAL NOTE(S):

Department	Date	Fiscal	Zero	FN#

APPROPRIATION - no fiscal note

SIGNATURES AND RECOMMENDATIONS:	DO PASS	DO NOT PASS	NO REC	AMEND
<i>[Signature]</i>	✓			
<i>[Signature]</i>	✓			
<i>[Signature]</i>			X	
<i>[Signature]</i>	⊗			
<i>[Signature]</i>	✓			
<i>[Signature]</i>	✓			
COCHAIR: <i>[Signature]</i>	✓			
COCHAIR: <i>[Signature]</i>	✓			

Amend #2
adopted

WORK DRAFT

WORK DRAFT

WORK DRAFT

22-LS0828V
Cook
4/26/01

CS FOR SENATE BILL NO. 193(FIN)
IN THE LEGISLATURE OF THE STATE OF ALASKA
TWENTY-SECOND LEGISLATURE - FIRST SESSION

BY THE SENATE FINANCE COMMITTEE

Offered:
Referred:

Sponsor(s): SENATE FINANCE COMMITTEE

A BILL
FOR AN ACT ENTITLED

1 **"An Act making a special appropriation to the Alaska Legislative Council for a study of**
2 **the economic and social effects of the permanent fund dividend on the state; and**
3 **providing for an effective date."**

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

5 *** Section 1. LEGISLATIVE INTENT.** The legislature intends that the Legislative Council,
6 in consultation with the Department of Community and Economic Development, the
7 Department of Health and Social Services, and the Department of Labor and Workforce
8 Development, use the appropriation made by sec. 2 of this Act to contract for ~~the preparation~~
9 ~~of~~ a study of the economic and social effects of the permanent fund dividend on the state. The
10 study must include an analysis of the economic, social, and other problems that would be
11 alleviated by extending the durational residency requirement under the dividend program to
12 two years. The study must also include an analysis of the demographic changes, if any, in the
13 state and investigate whether the permanent fund dividend draws people to the state who
14 would otherwise not migrate to Alaska. The results of the study shall be presented to the

delete

delete

Amend #1

WORK DRAFT

WORK DRAFT

22-LS0828V

- 1 legislature on or before January 15, 2002.
- 2 * Sec. 2. The sum of \$200,000 is appropriated from the ~~general fund~~ to the Legislative
- 3 Council for a study of the economic and social effects of the permanent fund dividend on the
- 4 state.
- 5 * Sec. 3. This Act takes effect July 1, 2001.

permanent fund
~~earnings acct.~~
 corporate
 receipts

SENATE FINANCE COMMITTEE

2000 COMMITTEE ACTION

4/24/01

Bill Number	SB 193		
Amendment	#1		
Motion	acppt		
<u>Motion by</u>	Leman		
<u>Objection by</u>	Ward		
Removed			
<u>Second Objection by</u>	✓		
<u>Committee Member</u>	<u>Y</u>	<u>Vote</u>	<u>N</u>
Senator Hoffman			
Senator Leman			
Senator Olson			
Senator Ward			
Senator Wilken			
Senator Austerman			
Senator Green			
Co-Chair Donley			
Co-Chair Kelly			
<u>Tally</u>			
Yea			
Nay			
Absent			
<u>MOTION</u>	PASS		



Official Business

Alaska State Senate

Senate Finance Committee

Mail Stop 3100
State Capitol
Juneau, Alaska 99801-1182

FAX COVER SHEET

DATE: 26 April 01 TIME: 8:55 pm

TO: Legal Services

NUMBER OF PAGES, INCLUDING COVER SHEET: 3

FROM: MINDY ROWLAND
SENATE FINANCE COMMITTEE SECRETARY
PHONE: 465-4935
FAX: 465-2187

NOTES: Final Finance CS for SB 193
22-LS0828\J 4/26/01
plus 2 attached amendments

Call if any questions
Thanks

Mindy

CS FOR SENATE BILL NO. 193(FIN)
IN THE LEGISLATURE OF THE STATE OF ALASKA
TWENTY-SECOND LEGISLATURE - FIRST SESSION

BY THE SENATE FINANCE COMMITTEE

Offered:
Referred:

Sponsor(s): SENATE FINANCE COMMITTEE

A BILL

FOR AN ACT ENTITLED

1 "An Act making a special appropriation to the Alaska Legislative Council for a study of
2 the economic and social effects of the permanent fund dividend on the state; and
3 providing for an effective date."

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

5 * Section 1. LEGISLATIVE INTENT. The legislature intends that the Legislative Council,
6 in consultation with the Department of Community and Economic Development, the
7 Department of Health and Social Services, and the Department of Labor and Workforce
8 Development, use the appropriation made by sec. 2 of this Act to contract for a study of the
9 economic and social effects of the permanent fund dividend on the state. The study must
10 include an analysis of the economic, social, and other problems that would be alleviated by
11 extending the durational residency requirement under the dividend program to two years. The
12 study must also include an analysis of the demographic changes, if any, in the state and
13 investigate whether the permanent fund dividend draws people to the state who would
14 otherwise not migrate to Alaska. The results of the study shall be presented to the legislature

#2
deleted
language

1 on or before January 15, 2002.

2 * **Sec. 2.** The sum of \$200,000 is appropriated from the receipts of the Alaska Permanent #1
3 Fund Corporation generated from the permanent fund to the Legislative Council for a study of
4 the economic and social effects of the permanent fund dividend on the state.

5 * **Sec. 3.** This Act takes effect July 1, 2001.

adopted

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22-LS0828V
Cook
4/26/01

CS FOR SENATE BILL NO. 193(FIN)
IN THE LEGISLATURE OF THE STATE OF ALASKA
TWENTY-SECOND LEGISLATURE - FIRST SESSION

BY THE SENATE FINANCE COMMITTEE

Offered:
Referred:

Sponsor(s): SENATE FINANCE COMMITTEE

A BILL
FOR AN ACT ENTITLED

1 **"An Act making a special appropriation to the Alaska Legislative Council for a study of**
2 **the economic and social effects of the permanent fund dividend on the state; and**
3 **providing for an effective date."**

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

5 *** Section 1. LEGISLATIVE INTENT.** The legislature intends that the Legislative Council,
6 in consultation with the Department of Community and Economic Development, the
7 Department of Health and Social Services, and the Department of Labor and Workforce
8 Development, use the appropriation made by sec. 2 of this Act to contract for the preparation
9 of a study of the economic and social effects of the permanent fund dividend on the state. The
10 study must include an analysis of the economic, social, and other problems that would be
11 alleviated by extending the durational residency requirement under the dividend program to
12 two years. The study must also include an analysis of the demographic changes, if any, in the
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WORK DRAFT

22-LS0828U

1 legislature on or before January 15, 2002.

2 * Sec. 2. The sum of \$200,000 is appropriated from the general fund to the Legislative
3 Council for a study of the economic and social effects of the permanent fund dividend on the
4 state.

5 * Sec. 3. This Act takes effect July 1, 2001.

Alaska State Legislature

Session:
State Capitol
Juneau, AK 99801
Phone: (907) 465-2327
Fax: (907) 465-5241



Interim:
119 N. Cushman
Fairbanks, AK 99701
Phone: (907) 456-8161

Senator Pete Kelly
District P

CS for Senate Bill 193(FIN)

Version: 22-LS0828J

"An Act making a special appropriation to the Alaska Legislative Council for a study of the economic and social effects of the permanent fund dividend on the state; and providing for an effective date."

Senate Bill 193 explores state services by directing the Legislative Council to appropriate funds to prepare and contract for the preparation of a study of the economic and social effects of the permanent fund dividend.

The intent of the study is to determine the attraction of people to the State of Alaska. Because of the permanent fund dividend, the study must include an analysis of the economic, social, and other problems that would be alleviated by extending the durational residency requirement under the dividend program to two years. Any problem associated with the permanent fund dividend will become more evident with the potential increase in employment opportunities that may result from a gas line boom. This could bring thousands of new residents into Alaska who will quickly have an impact on the permanent fund dividend. The study will also determine the effects of seasonal employment on the state.

SB 193 includes a study of the demographic changes, if any on the state and investigate if the permanent fund dividend draws people to the state that would otherwise not migrate to Alaska.

In *Lindly v. Malone* (1990), the court ruled that it is unconstitutional to install a two-year residency requirement under the equal protection clause. However, the court left the door open to explore the possibility of a two-year residency if the state could prove a magnet effect of the permanent fund dividend.

SB 193 directs the Department of Community and Economic Development; the Department of Health and Social Services; and the Department of Labor and Workforce Development to assist in a thorough study on the Permanent Fund Dividend. The Departments shall prepare a report outlining the scope of the study and the conclusion reached. They are to report to the Legislature on or before January 15, 2002.

**SENATE COMMITTEE REPORT
First Committee of Referral**

DATE: April 17, 2001

FURTHER: Finance

Date of 5-Day Notice: _____
(in accordance with Uniform Rule 23)

DATE TURNED
IN TO OFFICE: 4-20-01

State Affairs Committee considered SENATE BILL NO. 193

STUDY: EFFECTS OF PERMANENT FUND DIVIDEND

"An Act relating to a study of the economic and social effects of the permanent fund dividend on the state."

and recommends:

- be replaced with _____ CS _____ (_____)
- adopt previous _____ CS _____ (_____)
- attached amendment(s)
- adopt Letter of Intent by _____ Committee
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- Senate Bill:**
 same title
 new title
- House Bill:**
 same title
 technical title
 new: SCR # _____

NEW FISCAL NOTE(S) :

Department	Date	Fiscal	Zero	FN#

PREVIOUS FISCAL NOTE(S):

Department	Date	Fiscal	Zero	FN#

APPROPRIATION - no fiscal note

SIGNATURES AND RECOMMENDATIONS:	DO PASS	DO NOT PASS	No REC	AMEND
<i>[Signature]</i>	✓			
<i>[Signature]</i>	✓			
<i>[Signature]</i>			✓	
CHAIR: <i>[Signature]</i>	✓			