

SJR

11



SENATOR JERRY WARD
ALASKA STATE LEGISLATURE

SPONSOR STATEMENT FOR SJR 11

Providing Constitutional Protection for the Permanent Fund Dividend Program

SJR 11 proposes amendments to the Constitution of the State of Alaska to guarantee the permanent fund dividend program, to provide for inflation proofing, and to require a vote of the people before changing the statutory formula for distribution that existed on January 1, 2001

The Alaska Constitution protects the principal of the Permanent Fund, but the earnings of the fund have no constitutional protection. The next step in taking the wishes of the people seriously is to protect the earnings as well as the principal and to guarantee inflation proofing. SJR 11 will, by constitutional amendment, guarantee the dividend program as it has successfully functioned for 19 years and provide for inflation proofing. The adoption of SJR 11 would mean that the dividend program and inflation-proofing program would no longer be at the mercy of the legislature and the Governor.

SJR 11 would require a vote of the people to make any changes to the dividend program. It would also require a vote of the people to make any changes to the way the Permanent Fund is inflation-proofed.

FISCAL NOTE

STATE OF ALASKA
2001 LEGISLATIVE SESSION

Fiscal Note Number: _____
 Bill Version: SJR 11
 () Publish Date: _____

Revision Date/Time (Note if correction): 4/17/01 10:00 AM

Dept. Affected: Revenue

Title: Permanent Fund Income Distribution

BRU: Alaska Permanent Fund Corp.

Component: Alaska Permanent Fund Corp.

Sponsor: Senator Ward

Requester: Senate Judiciary

Component Number: 109

Expenditures/Revenues (Thousands of Dollars)

Note: Amounts do not include inflation unless otherwise noted below.

OPERATING EXPENDITURES	FY 2002	FY 2003	FY 2004	FY 2005	FY 2006	FY 2007
Personal Services						
Travel						
Contractual						
Supplies						
Equipment						
Land & Structures						
Grants & Claims						
Miscellaneous						
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0

CAPITAL EXPENDITURES						
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CHANGE IN REVENUES ()						
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FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other (Specify Type)						
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY2001) cost: 0.0

Check this box (X) if funding for this bill is included in the Governor's FY 2002 budget proposal:

POSITIONS

Full-time	0	0	0	0	0	0
Part-time	0	0	0	0	0	0
Temporary	0	0	0	0	0	0

ANALYSIS: (Attach a separate page if necessary)

The proposed legislation would not increase the cost of operations for the Alaska Permanent Fund Corporation.

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 Agency: Department of Revenue

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