

**SJR**

**24**

**SFIN**

**FILE**

SJR 24

was referred to the  
Senate Finance  
Committee

Hearing(s) were held

The bill did not move  
from Committee

# FISCAL NOTE

STATE OF ALASKA  
2004 LEGISLATIVE SESSION

Fiscal Note Number: 2  
Bill Version: CSSJR 24(JUD)  
(S) Publish Date: 3/1/04

Revision Date/Time (Note if correction): \_\_\_\_\_ Dept. Affected: OOG  
Title: Constitutional amendment relating to RDU: Elections  
the Alaska Permanent Fund. Component: Elections  
Sponsor: Senators Ogan, Wagoner, Green  
Requester: Senate Judiciary Component No.: 21

**Expenditures/Revenues** (Thousands of Dollars)

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

OPERATING EXPENDITURES	FY 2005	FY 2006	FY 2007	FY 2008	FY 2009	FY 2010
Personal Services						
Travel						
Contractual	1.5					
Supplies						
Equipment						
Land & Structures						
Grants & Claims						
Miscellaneous						
<b>TOTAL OPERATING</b>	<b>1.5</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

<b>CAPITAL EXPENDITURES</b>						
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<b>CHANGE IN REVENUES ( )</b>						
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**FUND SOURCE** (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF	1.5					
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other (Specify Type--Do not abbreviate)						
<b>TOTAL</b>	<b>1.5</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

Estimate of any current year (FY2004) cost: 0.0

Mark this box (X) if funding for this bill is included in the Governor's FY 2005 budget proposal:

**POSITIONS**

Full-time						
Part-time						
Temporary						

**ANALYSIS:** (Attach a separate page if necessary)

This figure includes the cost of providing information about this issue in the Official Election Pamphlet, as required by AS 15.58. If this measure requires the printing of an 8-1/2 by 18 inch ballot, the cost will increase by \$22.0.

Prepared by: Leonard G. Jones  
Division: Division of Elections  
Approved by: Laura A. Glaiser, Director  
Agency: Office of the Lt. Governor, Division of Elections

Phone: 465-3051  
Date/Time: 2/20/04 12:56 PM  
Date: 2/20/2004

# FISCAL NOTE

STATE OF ALASKA  
2004 LEGISLATIVE SESSION

Fiscal Note Number: 1  
Bill Version: CSSJR 24(JUD)  
(S) Publish Date: 3/1/04

Revision Date/Time (Note if correction):

Dept Affected: Revenue

Title Const Am: Guarantee  
Perm Fund Dividend

RDU AK Permanent Fund Corporation

Component AK Permanent Fund Corporation

Sponsor Sen. Ogan

Requester Senate Judiciary Committee

Component No 109

**Expenditures/Revenues** (Thousands of Dollars)

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

OPERATING EXPENDITURES	FY 2005	FY 2006	FY 2007	FY 2008	FY 2009	FY 2010
Personal Services						
Travel						
Contractual						
Supplies						
Equipment						
Land & Structures						
Grants & Claims						
Miscellaneous						
<b>TOTAL OPERATING</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

<b>CAPITAL EXPENDITURES</b>						
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<b>CHANGE IN REVENUES ( )</b>						
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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--Do not abbreviate)						
<b>TOTAL</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

Estimate of any current year (FY2004) cost: 00

Mark this box (X) if funding for this bill is included in the Governor's FY 2005 budget proposal:

**POSITIONS**

Full-time						
Part-time						
Temporary						

**ANALYSIS:** (Attach a separate page if necessary)

SJR 24 proposes two amendments to the Alaska Constitution. One would move provisions regarding the Earnings Reserve Account from statute to the Constitution, and the other would memorialize the existing dividend calculation in the Constitution. These changes will not affect the operations of the Alaska Permanent Fund Corporation.

Prepared by: Robert D. Storer, Executive Director  
Division: Alaska Permanent Fund Corporation  
Approved by: Steve Porter, Deputy Commissioner  
Agency: Department of Revenue

Phone 465-2047  
Date/Time 2/23/04 5:36 PM  
Date 2/6/2004



## SENATOR SCOTT OGAN      Alaska State Legislature

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23-LS1543/I

CS for Senate Joint Resolution No. 24 (JUD)

### *Dividend Protection Plan*

#### Sponsor Statement

SJR 24 was introduced to make sure the Permanent Fund Dividend enjoys constitutional protection. Currently, the dividend exists at the sole pleasure and protection of a simple majority of the legislature.

The Constitution protects the principle of the Permanent Fund. However, each year, dividends, inflation-proofing and unspent earnings are at the whim of each legislature. Many Alaskans think that a vote of the people is required before changes can be made to the dividend program. This will only be true when the dividend is protected by the Constitution.

Until Alaskans feel confident that the Permanent Fund and the dividend is safe from legislative control, we will not be able to start discussion about what to do with any excess earnings. This resolution offers the security that voters want.

Royalties from the subsurface mineral estate endow the Permanent Fund. Alaska subsurface mineral rights are, in general, collectively owned by the state instead of by the individual landowners. By constitutionally protecting the dividend, we recognize compensation for the mineral estate most Alaskans do not receive if they own the land.

In summary, passage of SJR 24 gives Alaskans an opportunity to make their Permanent Fund Dividend a Constitutional mandate instead of a legislative option.

Contact Karen Sawyer,  
Legislative Aide to Senator Scott Ogan  
907-465-3878

**SENATE COMMITTEE REPORT  
First Committee of Referral**

DATE: 2/4/04

FURTHER: Finance

Date of 5-Day Notice: 2/19  
(in accordance with Uniform Rule 23)

DATE TURNED  
IN TO OFFICE: 3/1/04

Judiciary Committee considered SENATE JOINT RESOLUTION NO. 24

**SJR 24 CONST AM: GUARANTEE PERM FUND DIVIDEND**

Proposing amendments to the Constitution of the State of Alaska to guarantee the permanent fund dividend, establishing the earnings reserve account, and relating to the Alaska permanent fund; and providing for an effective date.

and recommends:

- be replaced with \_\_\_\_\_ CS SJR 24 ( JVO )
- adopt previous \_\_\_\_\_ CS \_\_\_\_\_ ( \_\_\_\_\_ )
- attached amendment(s)
- adopt Letter of Intent by \_\_\_\_\_ Committee
- further referral to \_\_\_\_\_ Committee

<b>Senate Bill:</b>	
<input checked="" type="checkbox"/>	Same Title
<input type="checkbox"/>	New Title
<b>House Bill:</b>	
<input type="checkbox"/>	Same Title
<input type="checkbox"/>	Technical Title Change
<input type="checkbox"/>	New Title w/ SCR # _____

**NEW FISCAL NOTE(S):**

Department	Date	Fiscal	Indet.	Zero	FN#
REV	2/23			✓	1
GOV	2/20	✓			2

**PREVIOUS FISCAL NOTE(S):**

Department	Date	Fiscal	Indet.	Zero	FN#

APPROPRIATION - no fiscal note

SIGNATURES AND RECOMMENDATIONS:	DO PASS	DO NOT PASS	NO REC	AMEND
<i>[Signature]</i>				X
<i>[Signature]</i>				X
<i>[Signature]</i>			X	
<i>[Signature]</i>	X			
<b>CHAIR:</b> <i>[Signature]</i>			X	

Ellis  
French  
Hewitt  
Sullivan