

State of Alaska
FY2013 Governor's Operating Budget

Department of Revenue
APFC Custody and Management Fees
RDU/Component Budget Summary

RDU/Component: APFC Custody and Management Fees

(There is only one component in this RDU. To reduce duplicate information, we did not print a separate RDU section.)

Contribution to Department's Mission

See Alaska Permanent Fund Corporation Component Narrative Report.

Core Services

- See Alaska Permanent Fund Corporation Component Narrative Report.

Key Component Challenges

See Alaska Permanent Fund Corporation Component Narrative Report.

Significant Changes in Results to be Delivered in FY2013

See Alaska Permanent Fund Corporation Component Narrative Report.

Major Component Accomplishments in 2011

See Alaska Permanent Fund Corporation Component Narrative Report.

Statutory and Regulatory Authority

AS 37.13 Alaska Permanent Fund and Corporation

Contact Information

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APFC Custody and Management Fees Component Financial Summary			
	<i>All dollars shown in thousands</i>		
	FY2011 Actuals	FY2012 Management Plan	FY2013 Governor
Non-Formula Program:			
Component Expenditures:			
71000 Personal Services	0.0	0.0	0.0
72000 Travel	0.0	0.0	0.0
73000 Services	83,521.5	95,300.0	108,200.0
74000 Commodities	0.0	0.0	0.0
75000 Capital Outlay	0.0	0.0	0.0
77000 Grants, Benefits	0.0	0.0	0.0
78000 Miscellaneous	0.0	0.0	0.0
Expenditure Totals	83,521.5	95,300.0	108,200.0
Funding Sources:			
1105 Alaska Permanent Fund Corporation Receipts	83,521.5	95,300.0	108,200.0
Funding Totals	83,521.5	95,300.0	108,200.0

Estimated Revenue Collections				
Description	Master Revenue Account	FY2011 Actuals	FY2012 Management Plan	FY2013 Governor
Unrestricted Revenues				
None.		0.0	0.0	0.0
Unrestricted Total		0.0	0.0	0.0
Restricted Revenues				
Permanent Fund Earnings Reserve Account	51373	83,521.5	95,300.0	108,200.0
Restricted Total		83,521.5	95,300.0	108,200.0
Total Estimated Revenues		83,521.5	95,300.0	108,200.0

**Summary of Component Budget Changes
From FY2012 Management Plan to FY2013 Governor**

All dollars shown in thousands

	<u>Unrestricted Gen (UGF)</u>	<u>Designated Gen (DGF)</u>	<u>Other Funds</u>	<u>Federal Funds</u>	<u>Total Funds</u>
FY2012 Management Plan	0.0	0.0	95,300.0	0.0	95,300.0
Adjustments which will continue current level of service:					
-FY2012 Conference Committee - Reversal of Custody/Mng. Fees	0.0	0.0	-95,300.0	0.0	-95,300.0
Proposed budget increases:					
-Custody and Management fee	0.0	0.0	108,200.0	0.0	108,200.0
FY2013 Governor	0.0	0.0	108,200.0	0.0	108,200.0

Component Detail All Funds
Department of Revenue

Component: APFC Custody and Management Fees (2310)
RDU: Alaska Permanent Fund Corporation (45)

	FY2011 Actuals	FY2012 Conference Committee	FY2012 Authorized	FY2012 Management Plan	FY2013 Governor	FY2012 Management Plan vs FY2013 Governor	
71000 Personal Services	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
72000 Travel	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
73000 Services	83,521.5	0.0	0.0	0.0	0.0	0.0	0.0%
74000 Commodities	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
75000 Capital Outlay	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
77000 Grants, Benefits	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
78000 Miscellaneous	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Totals	83,521.5	0.0	0.0	0.0	0.0	0.0	0.0%
Fund Sources:							
1105 PFund Rcpt (Other)	83,521.5	0.0	0.0	0.0	0.0	0.0	0.0%
Unrestricted General (UGF)	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Designated General (DGF)	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Other Funds	83,521.5	0.0	0.0	0.0	0.0	0.0	0.0%
Federal Funds	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Positions:							
Permanent Full Time	0	0	0	0	0	0	0.0%
Permanent Part Time	0	0	0	0	0	0	0.0%
Non Permanent	0	0	0	0	0	0	0.0%

Component Detail All Funds
Department of Revenue

Component: APFC Custody and Management Fees (2310)
RDU: PFC Custody and Management Fees (318)

	FY2011 Actuals	FY2012 Conference Committee	FY2012 Authorized	FY2012 Management Plan	FY2013 Governor	FY2012 Management Plan vs FY2013 Governor
71000 Personal Services	0.0	0.0	0.0	0.0	0.0	0.0 0.0%
72000 Travel	0.0	0.0	0.0	0.0	0.0	0.0 0.0%
73000 Services	0.0	95,300.0	95,300.0	95,300.0	108,200.0	12,900.0 13.5%
74000 Commodities	0.0	0.0	0.0	0.0	0.0	0.0 0.0%
75000 Capital Outlay	0.0	0.0	0.0	0.0	0.0	0.0 0.0%
77000 Grants, Benefits	0.0	0.0	0.0	0.0	0.0	0.0 0.0%
78000 Miscellaneous	0.0	0.0	0.0	0.0	0.0	0.0 0.0%
Totals	0.0	95,300.0	95,300.0	95,300.0	108,200.0	12,900.0 13.5%
Fund Sources:						
1105 PFund Rcpt (Other)	0.0	95,300.0	95,300.0	95,300.0	108,200.0	12,900.0 13.5%
Unrestricted General (UGF)	0.0	0.0	0.0	0.0	0.0	0.0 0.0%
Designated General (DGF)	0.0	0.0	0.0	0.0	0.0	0.0 0.0%
Other Funds	0.0	95,300.0	95,300.0	95,300.0	108,200.0	12,900.0 13.5%
Federal Funds	0.0	0.0	0.0	0.0	0.0	0.0 0.0%
Positions:						
Permanent Full Time	0	0	0	0	0	0 0.0%
Permanent Part Time	0	0	0	0	0	0 0.0%
Non Permanent	0	0	0	0	0	0 0.0%

Change Record Detail - Multiple Scenarios With Descriptions
Department of Revenue

Component: APFC Custody and Management Fees (2310)

RDU: PFC Custody and Management Fees (318)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		NP
										PFT	PPT	
***** Changes From FY2012 Conference Committee To FY2012 Authorized *****												
FY2012 Conference Committee												
ConfCom		95,300.0	0.0	0.0	95,300.0	0.0	0.0	0.0	0.0	0	0	0
1105 PFund Rcpt		95,300.0										
Subtotal		95,300.0	0.0	0.0	95,300.0	0.0	0.0	0.0	0.0	0	0	0
***** Changes From FY2012 Authorized To FY2012 Management Plan *****												
Subtotal		95,300.0	0.0	0.0	95,300.0	0.0	0.0	0.0	0.0	0	0	0
***** Changes From FY2012 Management Plan To FY2013 Governor *****												
Custody and Management fee												
IncOTI		108,200.0	0.0	0.0	108,200.0	0.0	0.0	0.0	0.0	0	0	0
1105 PFund Rcpt		108,200.0										
Totals		108,200.0	0.0	0.0	108,200.0	0.0	0.0	0.0	0.0	0	0	0
***** Reversal of Custody/Mng. Fees *****												
FY2012 Conference Committee - Reversal of Custody/Mng. Fees												
OTI		-95,300.0	0.0	0.0	-95,300.0	0.0	0.0	0.0	0.0	0	0	0
1105 PFund Rcpt		-95,300.0										
Totals		108,200.0	0.0	0.0	108,200.0	0.0	0.0	0.0	0.0	0	0	0

Management fees were moved from number section to language section in FY12, in an attempt to provide a range in which fees can be paid. The estimated amounts for the range were 90.3 to 130.0. The legislature opposed the use of fee range. Therefore the question remains as to whether or not this should be a language item.

- * Sec. X. ALASKA PERMANENT FUND CORPORATION. (a) The amount authorized under AS 37.13.145(b) for transfer by the Alaska Permanent Fund Corporation on June 30, 2013, estimated to be \$X, is appropriated from the earnings reserve account (AS 37.13.145) to the dividend fund (AS 43.23.045(a)) for the payment of permanent fund dividends and for administrative and associated costs for the fiscal year ending June 30, 2013.
- (b) After money is transferred to the dividend fund under (a) of this section, the amount calculated under AS 37.13.145(c) to offset the effect of inflation on the principal of the Alaska permanent fund during the fiscal year ending June 30, 2013, estimated to be \$X, is appropriated from the earnings reserve account (AS 37.13.145) to the principal of the Alaska permanent fund.
- (c) The amount required to be deposited under AS 37.13.010(a)(1) and (2) during the fiscal year ending June 30, 2013, is appropriated to the principal of the Alaska permanent fund in satisfaction of that requirement.
- (d) The income earned during the fiscal year ending June 30, 2013, on revenue from the sources set out in AS 37.13.145(d), estimated to be \$X, is appropriated to the Alaska capital income fund (AS 37.05.565).
- (e) The amount necessary to pay the custody, investment management, and third-party fiduciary fees of the Alaska permanent fund (art. IX, sec. 15, Constitution of the State of Alaska), not to exceed \$108,200,000, is appropriated for that purpose from the receipts of the Alaska Permanent Fund Corporation to the Alaska Permanent Fund Corporation for the fiscal year ending June 30, 2013.

Line Item Detail
Department of Revenue
Services

Component: APFC Custody and Management Fees (2310)
RDU: Alaska Permanent Fund Corporation (45)

Line Number	Line Name		FY2011 Actuals	FY2012 Management Plan	FY2013 Governor
73000	Services		83,521.5	0.0	0.0
			FY2011 Actuals	FY2012 Management Plan	FY2013 Governor
Expenditure Account	Servicing Agency	Explanation			
73000 Services Detail Totals			83,521.5	0.0	0.0
73050	Financial Services	Investment management fees, custodian fees, and third party fiduciary fees	83,521.5	0.0	0.0

Line Item Detail
Department of Revenue
Services

Component: APFC Custody and Management Fees (2310)
RDU: PFC Custody and Management Fees (318)

Line Number	Line Name		FY2011 Actuals	FY2012 Management Plan	FY2013 Governor
73000	Services		0.0	95,300.0	108,200.0
			FY2011 Actuals	FY2012 Management Plan	FY2013 Governor
Expenditure Account	Servicing Agency	Explanation			
73000 Services Detail Totals			0.0	95,300.0	108,200.0
73050	Financial Services	Investment management fees, custodian fees, and third party fiduciary fees	0.0	95,300.0	108,200.0

Restricted Revenue Detail
Department of Revenue

Component: APFC Custody and Management Fees (2310)
RDU: Alaska Permanent Fund Corporation (45)

Master Account	Revenue Description				FY2011 Actuals	FY2012 Management Plan	FY2013 Governor
51373	Permanent Fund Earnings Reserve Account				83,521.5	0.0	0.0
Detail Information							
Revenue Amount	Revenue Description	Component	Collocation Code	AKSAS Fund	FY2011 Actuals	FY2012 Management Plan	FY2013 Governor
51373	Permanent Fund Earnings As 37.13.150 Corporation budget				83,521.5	0.0	0.0

Restricted Revenue Detail
Department of Revenue

Component: APFC Custody and Management Fees (2310)
RDU: PFC Custody and Management Fees (318)

Master Account	Revenue Description				FY2011 Actuals	FY2012 Management Plan	FY2013 Governor
51373	Permanent Fund Earnings Reserve Account				0.0	95,300.0	108,200.0
Detail Information							
Revenue Amount	Revenue Description	Component	Collocation Code	AKSAS Fund	FY2011 Actuals	FY2012 Management Plan	FY2013 Governor
51373	Permanent Fund Earnings As 37.13.150 Corporation budget				0.0	95,300.0	108,200.0