

UNDERSTANDING OUR FUND

Why Should Alaskans Care?



Stable Revenue

The Earnings Reserve Account (ERA) is a critical source of revenue for Alaska. Due to APFC's stewardship and diligence, the Permanent Fund has become a key renewable financial resource for Alaskans with the 5% Percent of Market Value (POMV) draw providing more than 55% of Alaska's general fund to support the dividend and government services.



Benefit Future Generations

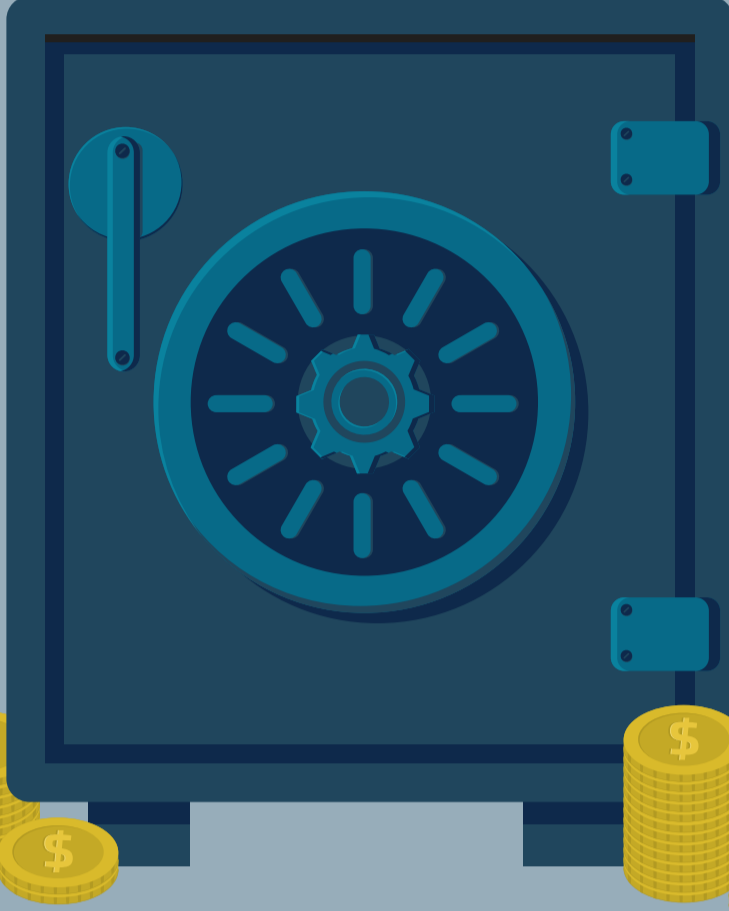
APFC's stewardship of the Fund, in line with our constitutional mandate, ensures that all generations of Alaskans benefit from the Fund. Under the two-account structure, the Principal's intergenerational purchasing power is maintained through inflation-proofing appropriations from the ERA.

FUND STRUCTURE

THE PERMANENT FUND HAS TWO PARTS

\$70.6B
Principal

The Fund's permanent savings or "Corpus"



\$9.7B

Earnings Reserve Account

The Fund's available expenditures

\$80.3B

Total Fund Balance

as of June 30, 2024

CURRENT FUNDS IN THE PRINCIPAL

\$58.4B

Permanent Deposits

as of June 30, 2024

\$12.2B

Unrealized Gains

as of June 30, 2024

EARNINGS RESERVE ACCOUNT VALUES: WHAT THE FINANCIAL STATEMENTS MEAN FOR ALASKANS ERA

FY24 Inflation Proofing

\$1.4 billion for the Principal moved from the ERA to Principal June 30, 2024.

FY25 Inflation Proofing

\$1.0 billion for the Principal has been appropriated to support intergenerational purchasing power.

FY 25 POMV Draw

\$3.7 billion is available to support the State of Alaska's FY25 Budget – under liabilities as of July 1, 2024, the beginning of FY25.

FY 26 POMV Draw

\$3.8 billion of realized earnings in the ERA was committed on July 1, 2024, the beginning of FY25, to support the FY26 Budget.

Unrealized Gains

are not spendable. The ERA receives a pro-rata share of unrealized gains attributed to the Fund's investments. This amount shifts as the values of the Principal and the ERA change.

Earnings Reserve Account

POMV COMMITMENT FY25 and FY26

FY25 POMV Draw



\$3.7B

available to support the state's current FY25 budget.

FY26 POMV Draw



\$3.8B

of realized earnings in the ERA committed for FY26 draw.

INFLATION-PROOFING APPROPRIATION FY25

FY25 Inflation Proofing

\$1.0 billion has been appropriated and will be transferred to the Principal on June 30, 2025, the end of FY25.

VS.

Committed Earnings

Currently, at the beginning of the fiscal year, **\$571.7 million** of available earnings have been committed to fulfill a portion of this obligation and the additional **\$428.3 million** will need to be earned in the coming months.

The Alaska Permanent Fund continues to carry its mission forward to manage and invest the assets of the Permanent Fund, as a respected sovereign wealth fund, and as a source of financial stability for Alaska.

The unaudited, preliminary end of FY24 financial statement and the beginning of FY25 fund balance report are available online at apfc.org/report-archive