

CITY OF VALDEZ, ALASKA

RESOLUTION NO. 26-33

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF VALDEZ, ALASKA, SUPPORTING A CONSTITUTIONAL AMENDMENT TO RESTRUCTURE THE ALASKA PERMANENT FUND AND STABILIZE THE ANNUAL DRAW FOR STATE SERVICES

WHEREAS, the Alaska Permanent Fund Corporation Board of Trustees (APFC Board) held their Spring 2026 quarterly meeting in Valdez; and

WHEREAS, as part of their visit to Valdez, trustees presented to the Valdez City Council on the history of Alaska's sovereign wealth fund and importance of the fund's stability to sustainable state budgets; and

WHEREAS, the APFC Board has adopted resolutions on three occasions supporting the collapse of the statutory earnings reserve account established by AS 37.13.145 of the Alaska Permanent Fund into the principal of the fund to create a single constitutionally protected fund; and

WHEREAS, these resolutions further advocated for limiting the annual draw from the combined fund to no more than five percent of the average fiscal year-end market value of the fund over the immediately preceding five years; and

WHEREAS, the APFC Board contends that limiting the fund's annual draw to the average real return of the fund is a common practice among large endowment funds and an effective way to balance the goal of maximizing the availability of income with the long-term goal of protecting the purchasing power of the fund; and

WHEREAS, constitutional amendments to advance this change were considered by the Alaska Legislature during the Twenty-Second, Twenty-Third, and Thirty-First sessions of the Alaska Legislature, however, none of these resolutions have received sufficient support to advance to a general election for consideration by Alaska voters; and

WHEREAS, the Valdez City Council supports the efforts of the APFC Board toward protecting and stabilizing revenues from the Alaska Permanent Fund and believes the Alaska voters deserve a chance to weigh in on the fund's future.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF VALDEZ, ALASKA, that:

The Valdez City Council urges the Alaska Legislature to pass a constitutional amendment, to be considered by the voters of Alaska, that would achieve the goal of structuring the Alaska Permanent Fund as a single protected account and limiting the annual draw on this account.

PASSED AND APPROVED BY THE CITY COUNCIL OF THE CITY OF VALDEZ, ALASKA, this 16th day of June, 2026.

CITY OF VALDEZ, ALASKA

ATTEST:

Dennis Fleming, Mayor

Sheri Pierce, City Clerk