Trust
Alaska Mental Health Trust Authority

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To:	John Morris, Finance Committee Chair
Through:	Mary Wilson, Chief Executive Officer
From:	Julee Farley, Chief Financial Officer
Date:	July 30, 2026
Re:	Annual payout transfer
Fiscal Year:	2027

REQUESTED MOTION:

The Finance Committee recommends that the full board of trustees authorize the transfer of $34,290,600 from the Alaska Permanent Fund Corporation Budget Reserve account to the Mental Health Settlement Income Account to finance the FY2027 Budget. The CFO may fulfill this motion with one lump sum or multiple transfers, and the full transfer must be made prior to June 30, 2027. The CFO will report to the Finance Committee when transfer(s) are made.

BACKGROUND

The revenue determination for supporting the Trust's annual budget is outlined in the Asset Management Policy Statement. The Trust's primary funding is based on a "spending policy" that allows the Trust to draw 4.5% of the four-year average net asset value (NAV) of 1) principal and budget reserve year-end investment balances managed by the Alaska Permanent Fund Corporation (APFC) and 2) the budget reserve year-end investment balance managed by the Department of Revenue. The spending policy establishes that this withdrawal (or "payout") comes from APFC budget reserves.

The calculation for the FY27 payout and drawdown from APFC budget reserves is as follows:

	FY Ending NAV
FY 2021	766,169,400
FY 2022	736,377,000
FY 2023	756,914,400
FY 2024	788,591,800
Average:	762,013,150
	x 4.5%
Payout disbursement calculation (rounded):	$34,290,600

Budget reserves under APFC management are sufficient to support this FY2027 payout.