

Fiscal Note

State of Alaska
2016 Legislative Session

Bill Version: HB 299
Fiscal Note Number: _____
() Publish Date: _____

Identifier: DOA-DRB-HB299-03-18-16
Title: PERS PARTICIPATION: CONTRACTORS
Sponsor: WILSON
Requester: House State Affairs

Department: Department of Administration
Appropriation: Centralized Administrative Services
Allocation: Retirement and Benefits
OMB Component Number: 64

Expenditures/Revenues

Note: Amounts do not include inflation unless otherwise noted below. (Thousands of Dollars)

	FY2017	Included in	Out-Year Cost Estimates				
	Appropriation Requested	Governor's FY2017 Request	FY 2018	FY 2019	FY 2020	FY 2021	FY 2022
OPERATING EXPENDITURES	FY 2017	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021	FY 2022
Personal Services							
Travel							
Services							
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Fund Source (Operating Only)

None							
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Positions

Full-time							
Part-time							
Temporary							

Change in Revenues							
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Estimated SUPPLEMENTAL (FY2016) cost: 0.0 *(separate supplemental appropriation required)*
(discuss reasons and fund source(s) in analysis section)

Estimated CAPITAL (FY2017) cost: 0.0 *(separate capital appropriation required)*
(discuss reasons and fund source(s) in analysis section)

ASSOCIATED REGULATIONS

Does the bill direct, or will the bill result in, regulation changes adopted by your agency? **No**
If yes, by what date are the regulations to be adopted, amended or repealed?

Why this fiscal note differs from previous version:

Not applicable, initial fiscal note

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Division: <u>Department of Administration</u>	Date: <u>03/18/2016 01:05 PM</u>
Approved By: <u>Sheldon Fisher, Commissioner</u>	Date: <u>03/18/16</u>
Agency: <u>Department of Administration</u>	

FISCAL NOTE ANALYSIS

**STATE OF ALASKA
2016 LEGISLATIVE SESSION**

BILL NO. HB 299

Analysis

This legislation excludes contractors and employees of contractors from participation in the Public Employees' Retirement System (PERS) defined benefit and defined contribution plans. It adds clarifying language to the PERS defined contribution definition of "member" to expressly exclude persons compensated on a contractual or fee basis. The legislation also adds clarifying language to the definition of "membership service" to mean part-time or full-time employment by a member or employee with an employer in the plan.

The PERS is currently administered to exclude contractors or persons compensated on a contractual or fee basis based on Internal Revenue Service rules. Therefore there is no cost to implement this legislation.