House Bill 220

Representative Grier Hopkins

House District 4, Fairbanks

Why HB 220?

Alaska is facing an unprecedented recruitment and retention crisis



"The department has struggled to be an employer of choice due to internal and external perceptions of the department being underfunded and understaffed, combined with the lack of a competitive pay and benefits package."



Alaska Department of Public Safety

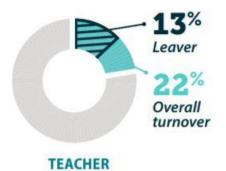
Recruitment and Retention Plan Overview: 2018-2023

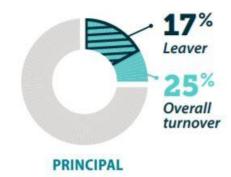
Turnover among Alaska educators is dismal and at crisis levels

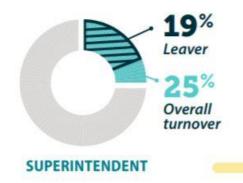
Most of Alaska's turnover was educators leaving Alaska or the profession

Statewide turnover rates from 2012/13 to 2017/18 remained steady for teachers but varied for principals and superintendents.² Nearly 60 percent of teacher turnover involved "leavers"—individuals who left Alaska or remained in the state but were no longer educators. For example, in 2017/18, 13 percent of teachers left the profession or their position, while 9 percent of teachers went to a new district or school but remained in the Alaska public school system.

Turnover rates in Alaska for 2017/18







MELISSA KAY DILIBERTI, HEATHER L. SCHWARTZ

The K-12 Pandemic Budget and Staffing Crises Have Not Panned Out—Yet

Selected Findings from the Third American School District Panel Survey

Key Findings

- Nationally, district leaders reported that 6 percent of their teachers and 6 percent of their principals retired or resigned at the end of the 2020–2021 school year—rates they said were on par with their pre-pandemic attrition rates.
- About one in ten superintendents said they planned to leave their jobs by spring 2022, and media reports indicate their turnover is higher than normal.
- Nearly four in ten districts anticipate a fiscal cliff in the next three or four years as federal aid expires.
- Eight in ten districts that anticipate a fiscal cliff have modified their spending plans for the upcoming 2021–2022 school year and the year that follows to mitigate the effects of such an event.
- District leaders are seeking to hire more staff across job categories, especially substitute teachers and mental health staff.

uring the coro (COVID-19) p enced higher la and symptoms working adult: Perhaps related to their hi as one-quarter of teachers pals indicated they planne the end of the 2020–2021 much higher than pre-CC (Goldring et al., 2014; Gol 2018; Kaufman et al., 2020 educators', policymakers', an exodus among K-12 ed the 2020–2021 school year

In addition, researche raised concerns about sch because of reduced state a education and the unknov adaptations to schooling (2020), although these con what because of federal st Usepartment of Education

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Turnover among Alaska educator's is dismal and at crisis levels. It's even worse in rural Alaska.

Rural schools and students are hardest hit by turnover

Rural schools have much higher teacher and principal turnover than urban or urban-fringe schools, with 64 percent of rural-remote teachers who turn over leaving the state or the profession.

Average annual turnover rates for 2012/13 to 2017/18









Teacher Retention and Recruitment Survey Results

Prepared for the Alaska Department of Education & Early Development

Prepared by Dr. Barbara L. Adams Adams Analytic Solutions LLC

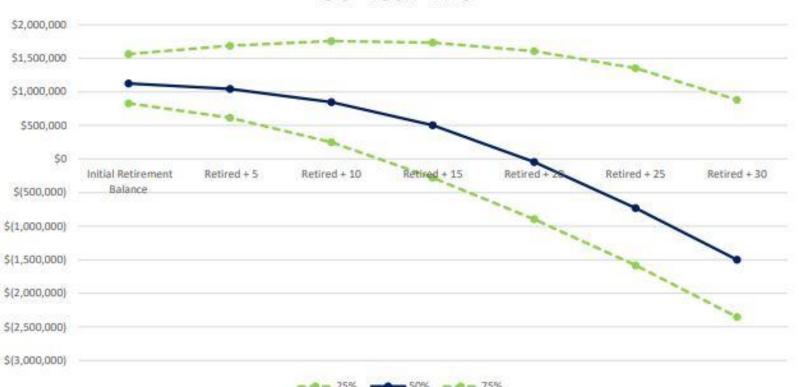


April 2021

Table 2.1: Ranking of all 34 Solution Influence items from most important (1) to least (34

Ranking	Solution Influence Items (Part 2)
1	competitive salary commensurate with cost of living
2	enhanced salary schedule (scale based on years of experience, etc.)
3	state goes back to a defined benefit retirement system
4	annual retention incentives
5	additional opportunities for salary advancement
6	improved healthcare in the state
7	contributing into social security
8	state moves to a hybrid retirement with personal and state investments

30-Year TRS



How does HB 220 work?

HB 220 restores the option for a modest pension for Alaskans, while protecting the state from potential unfunded liabilities.

HB 220 is Designed to be COST **NEUTRAL to** Alaska.

HB 220 establishes a pension option using the existing contribution amount to the Defined Contribution plan.

HB 220 protects
Alaska taxpayers
with a variable
contribution rate.

HB 220 establishes a variable contribution rate of 6% to 8%.

If the plans funding falls below 90%, employee contribution rates can rise from 6% all the way to 8%.

HB 220 establishes employee choice

TRS 3, PERS 4, and all future SOA employees would have a choice between a Defined Contribution or a Defined Benefit.

New hires have 90 days to decide.

Existing PERS 4 and TRS 3 employees can use their DC accounts to buy years of service credit in the new system.

Vesting and retirement age

Employees are eligible for retirement after 30 years of employment or at age 60.

Health Care

HB 220 maintains the status quo for health care benefits. It includes the same health care benefits as PERS 4 and TRS 3.

What do Alaskans get from 220?

- -Improved recruitment and retention
- -Long term expertise and career
- -Efficient use of state dollars
- -Improved education and public safety results
- -Competetiveness with other states