

Fiscal Note

State of Alaska
2026 Legislative Session

Bill Version: SB 55
Fiscal Note Number: _____
() Publish Date: _____

Identifier: SB055-DOA-DRB-3-14-26
Title: TRS CONTR RATE; PERS/TRS SOC SECUR OR
SBS
Sponsor: STEDMAN
Requester: SENATE FINANCE

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)

	FY2027 Appropriation Requested	Included in Governor's FY2027 Request	Out-Year Cost Estimates					
			FY 2027	FY 2028	FY 2029	FY 2030	FY 2031	FY 2032
OPERATING EXPENDITURES								
Personal Services	705.7		705.7	705.7	705.7	705.7	705.7	705.7
Travel	16.0		16.0	16.0	16.0	16.0	16.0	16.0
Services	48.0		48.0	48.0	48.0	48.0	48.0	48.0
Commodities	38.0		4.0	3.0	3.0	3.0	3.0	3.0
Capital Outlay								
Grants & Benefits								
Miscellaneous								
Total Operating	807.7	0.0	773.7	772.7	772.7	772.7	772.7	772.7

Fund Source (Operating Only)

1004 Gen Fund (UGF)	106.4		72.4	71.4	71.4	71.4	71.4	71.4
1017 Group Ben (Other)	232.2		232.2	232.2	232.2	232.2	232.2	232.2
1023 FICA Acct (Other)	4.0		4.0	4.0	4.0	4.0	4.0	4.0
1029 PERS Trust (Other)	336.7		336.7	336.7	336.7	336.7	336.7	336.7
1034 Teach Ret (Other)	121.7		121.7	121.7	121.7	121.7	121.7	121.7
1045 Nat Guard (Other)	6.7		6.7	6.7	6.7	6.7	6.7	6.7
Total	807.7	0.0	773.7	772.7	772.7	772.7	772.7	772.7

Positions

Full-time	5.0		5.0	5.0	5.0	5.0	5.0	5.0
Part-time								
Temporary								

Change in Revenues

None								
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Estimated SUPPLEMENTAL (FY2026) cost: 0.0 *(separate supplemental appropriation required)*

Estimated CAPITAL (FY2027) cost: 0.0 *(separate capital appropriation required)*

Does the bill create or modify a new fund or account? No
(Supplemental/Capital/New Fund - 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If yes, by what date are the regulations to be adopted, amended or repealed? N/A

Why this fiscal note differs from previous version/comments:

Fiscal Note updated to SLA2026 template and adjusted for increased personal service costs.

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Agency: Department of Administration

Phone: (907)465-3226
Date: 03/14/2026
Date: 03/14/26

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2026 LEGISLATIVE SESSION

BILL NO. SB055

Analysis

This bill seeks to increase the employer matching contribution of Teacher Retirement System (TRS) Defined Contribution Retirement (DCR) members from 7% to 9% beginning July 1, 2025 with a corresponding increase in the TRS employer matching contribution rate from 12.56% to 14.56%.

The increase in the TRS employer matching contribution rate to 14.56% increases the amount that participating employers are contributing to the defined benefit unfunded liability (past service cost) via the revised capped employer contribution rate of 14.56% under AS 14.25.070(a). This increase of the employer matching contribution shifts past service cost payments to TRS participating employers and will decrease the additional state contribution funding required under AS 14.25.085.