



LAWS OF ALASKA

1968

Source

HB 432

Chapter No.

64

AN ACT

Relating to contributions required by the Federal Insurance Contributions Act; and providing for an effective date.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

* Section 1. AS 39.30.020(a) is amended to read:

(a) A state employee whose services are covered by an agreement under sec. 10 of this chapter shall pay for the period of coverage, into the state treasury, contributions equal to the amount of tax which would be imposed by sec. 1400 of the Federal Insurance Contributions Act if the services constituted employment within the meaning of that Act. The liability arises in consideration of the employee's retention in the service of the state, or his entry upon service with the Territory of Alaska after March 23, 1951.

* Sec. 2. AS 39.30.030(c) is amended to read:

(c) A political subdivision which has an approved plan shall pay contributions into the state treasury at the rates specified in the agreement and at the time which the department prescribes by regulation.

* Sec. 3. AS 39.30.030(d) is amended to read:

(d) A political subdivision required to make payments under (c) of this section may, in consideration of the employee's retention in, or entry into, employment after March 23, 1951, impose upon each of its employees, as to services which are covered by an approved plan, a contribution with respect to his wages, not exceeding the amount of tax which would be imposed by sec. 1400 of the Federal Insurance Contributions Act if the services constituted employment within the meaning of that Act, and may deduct

the amount of this contribution from his wages. Contributions so collected shall be paid into the state treasury in partial discharge of the liability of the political subdivision or instrumentality under subsection (1) of this section. Failure to deduct the contribution does not relieve the employee or employer of liability for it.

* Sec. 4. AS 39.30.040 is repealed and re-enacted to read:

Sec. 39.30.040. DEPOSITS AND WITHDRAWALS. (a) Unless otherwise provided by law, there shall be deposited in the state treasury in trust all contributions collected under secs. 10 - 80 of this chapter.

(b) The department has power, authority and jurisdiction over this trust and may perform all acts whether or not specifically designated which are necessary to the administration of this trust.

(c) This trust shall be used and administered exclusively for the purpose of secs. 10 - 80 of this chapter. Withdrawals may be made only for (1) payment of amounts required to be paid to the secretary of the treasury by an agreement entered into under sec. 10 of this chapter; (2) payment of refunds provided for in sec. 20(c) of this chapter; and (3) refunds of overpayments, not otherwise adjustable, made by a political subdivision or instrumentality.

* Sec. 5. This Act shall become effective on the day after its passage and approval or on the day it becomes law without approval.