



# LAWS OF ALASKA

1988

**Source**

HB 353

**Chapter No.**

89

**AN ACT**

Relating to repurchase of retirement coverage after certain levies.

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

THE ACT FOLLOWS ON PAGE 1, LINE 9.

UNDERLINED MATERIAL INDICATES TEXT THAT IS BEING ADDED TO THE LAW AND BRACKETED MATERIAL IN CAPITAL LETTERS INDICATES DELETIONS FROM THE LAW; COMPLETELY NEW TEXT OR MATERIAL REPEALED AND RE-ENACTED IS IDENTIFIED IN THE INTRODUCTORY LINE OF EACH BILL SECTION.

Approved by the Governor: June 1, 1988  
Actual Effective Date: August 30, 1988

## AN ACT

Relating to repurchase of retirement coverage after certain levies.

\* Section 1. AS 14.25.063(a) is amended to read:

(a) In [FOR PURPOSES OF] this chapter, a member does not have to be reemployed under this system in order to make indebtedness payments. However, except as provided in (d) of this section, a former member must be reemployed under this system in order to make indebtedness payments. Payments apply first to accrued interest and then to principal.

\* Sec. 2. AS 14.25.063 is amended by adding a new subsection to read:

(d) A former member who received a total refund of the member's contribution account balance because of a levy under AS 09.38.065 or a federal tax levy may make indebtedness payments under this section.

\* Sec. 3. AS 22.25.041 is amended by adding a new subsection to read:

(b) A justice or judge whose contributions have been involuntarily refunded because of a levy may repay the amount levied together with accrued interest whether or not the justice or judge is on active service. Repayments shall be made under (a) of this section.

\* Sec. 4. AS 39.35.350(b) is amended to read:

(b) An employee may reinstate credited service associated with a refund by repaying the total amount of the refund. A former member who received a total refund of the former member's contribution account balance because of a levy under AS 09.38.065 or a federal tax

Chapter 89

1       levy may reinstate credited service in the same manner as an employee.

2       Interest will accrue from the date of the refund until repayment of  
3       the refund or retirement, whichever occurs first. Payments will apply  
4       first to accrued interest and then to principal.

5       \* Sec. 5. Notwithstanding former AS 39.37.130 and 39.37.140, a former  
6       member of the Elected Public Officers Retirement System who received an  
7       involuntary refund of the individual's account because of a levy may repay  
8       the amount levied together with accrued interest. Upon payment of the full  
9       amount owing, the former member regains all rights that were terminated  
10       because of the refund.