

FISCAL NOTE

STATE OF ALASKA
2006 LEGISLATIVE SESSION

Fiscal Note Number: 4
 Bill Version: CSHB 375(FIN)
 (H) Publish Date: 4/27/2006

Revision Date/Time (Note if correction): _____ Dept. Affected: Revenue
 Title TRS & PERS past service liability accounts RDU _____
 Component Treasury & Alaska Retirement
 Sponsor Hse Special Committee on Ways and Means Management Board _____
 Requester _____ Component No. 121

Expenditures/Revenues (Thousands of Dollars)

Note: Amounts do not include inflation unless otherwise noted below.

| OPERATING EXPENDITURES | FY 2007 | FY 2008 | FY 2009 | FY 2010 | FY 2011 | FY 2012 |
|------------------------|------------|------------|------------|------------|------------|------------|
| Personal Services | | | | | | |
| Travel | | | | | | |
| Contractual | | | | | | |
| Supplies | | | | | | |
| Equipment | | | | | | |
| Land & Structures | | | | | | |
| Grants & Claims | | | | | | |
| Miscellaneous | | | | | | |
| TOTAL OPERATING | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |

| | | | | | | |
|-----------------------------|--|--|--|--|--|--|
| CAPITAL EXPENDITURES | | | | | | |
|-----------------------------|--|--|--|--|--|--|

| | | | | | | |
|-------------------------------|--|--|--|--|--|--|
| CHANGE IN REVENUES () | | | | | | |
|-------------------------------|--|--|--|--|--|--|

FUND SOURCE (Thousands of Dollars)

| | | | | | | |
|-------------------------------|------------|------------|------------|------------|------------|------------|
| 1002 Federal Receipts | | | | | | |
| 1003 GF Match | | | | | | |
| 1004 GF | | | | | | |
| 1005 GF/Program Receipts | | | | | | |
| Bond Proceeds | | | | | | |
| Bond Bank Investment Earnings | | | | | | |
| TOTAL | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |

Estimate of any current year (FY2006) cost: 0.0

Mark this box (X) if funding for this bill is included in the Governor's FY 2007 budget proposal:

POSITIONS

| | | | | | | |
|-----------|--|--|--|--|--|--|
| Full-time | | | | | | |
| Part-time | | | | | | |
| Temporary | | | | | | |

ANALYSIS: (Attach a separate page if necessary)

This bill establishes 2 accounts into which annual appropriations could be made, and amounts would be distributed by the department each year to 2 distinct groups of employers. The department would pay each TRS employer, other than the state and the University, the amount the employer is expected to pay that fiscal year toward its past service liability. However the amount paid to each employer is based upon a formula looking back 3 years. Similarly, municipal and school district PERS employers would be paid for their annual past service liability payment using a different formula. The department would manage the accounts, make distributions and adopt regulations. Account earnings and money not needed for appropriation as provided by the formulae would be deposited in the general fund annually.

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