

FISCAL NOTE

STATE OF ALASKA
2014 LEGISLATIVE SESSION

Bill Version HB 385
Fiscal Note Number 1
(H) Publish Date 4/10/14

Identifier (file name) PERS/TRS Defined Benefit Plans Dept. Affected Direct Approps to Retirement Accounts
Title PERS/TRS Defined Benefit Plans: Additional State Appropriation PERS
Contributions Allocation _____
Sponsor Rules by Request of Governor
Requester _____ OMB Component Number 2866

Expenditures/Revenues (Thousands of Dollars)

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

	FY15 Appropriation Requested	Included in Governor's FY15 Request	Out-Year Cost Estimates				
			FY16	FY17	FY18	FY19	FY20
OPERATING EXPENDITURES	FY15	FY15	FY16	FY17	FY18	FY19	FY20
Personal Services							
Travel							
Services							
Commodities							
Capital Outlay							
Grants, Benefits							
Miscellaneous		1,881,370.0	157,000.0	157,000.0	157,000.0	157,000.0	157,000.0
TOTAL OPERATING	0.0	1,881,370.0	157,000.0	157,000.0	157,000.0	157,000.0	157,000.0

FUND SOURCE (Thousands of Dollars)

	FY15	FY15	FY16	FY17	FY18	FY19	FY20
1002 Federal Receipts							
1003 GF Match							
1004 GF			157,000.0	157,000.0	157,000.0	157,000.0	157,000.0
1001 CBR Fund (Other)		1,881,370.0					
1007 I/A Rcpts (Other)							
1156 Rcpt Svcs (DGF)							
	0.0	1,881,370.0	157,000.0	157,000.0	157,000.0	157,000.0	157,000.0

POSITIONS

	FY15	FY15	FY16	FY17	FY18	FY19	FY20
Full-time							
Part-time							
Temporary							

CHANGE IN REVENUES

Estimated **SUPPLEMENTAL (FY14) operating costs** _____ (separate supplemental appropriation required)
(discuss reasons and fund source(s) in analysis section)

Estimated **CAPITAL (FY15) costs** _____ (separate capital appropriation required)
(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If yes, by what date are the regulations to be adopted, amended, or repealed? _____ Discuss details in analysis section.

Why this fiscal note differs from previous version (if initial version, please note as such)

Initial version. Note 1 of 2

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Phone 465-4677
Date/Time 4/10/2014 9:00:00AM
Date 4/10/2014

FISCAL NOTE ANALYSIS #1

STATE OF ALASKA
2014 LEGISLATIVE SESSION

BILL NO. HB 385

Analysis

This bill would redefine the additional state contribution requirements for the Teachers Retirement System (TRS) under AS 14.25.085 and the additional state contribution requirements for the Public Employee Retirement System (PERS) under AS 39.35.280.

The bill would require that the state assistance payment for the defined benefit retirement systems be up to \$343,000,000 annually for the Teachers Retirement System (TRS), and up to \$157,000,000 annually for the Public Employees Retirement System (PERS).

The bill is contingent on the approval of an appropriation from the Constitutional Budget Reserve Fund (Article IX, Section 17, Constitution of the State of Alaska) of \$1,118,630,000 to the Teachers Retirement System and an appropriation of \$1,881,370,000 to the Public Employees Retirement System (PERS) for the fiscal year ending June 30, 2015.

The appropriation would be allocated to the PERS and TRS trusts as follows.

PERS: \$1,881,370,000
TRS: \$1,118,630,000
Total: \$3,000,000,000

The deposits to the trusts would be attributable to employer type based upon the following estimates:

School District PERS employers: \$248,257,600
Other PERS employers: \$1,633,112,400
Total PERS \$1,881,370,000

School District TRS employers: \$1,035,145,600
Other TRS employers: \$83,484,400
Total TRS: \$1,118,630,000