

# FISCAL NOTE

**STATE OF ALASKA**  
**2014 LEGISLATIVE SESSION**

Bill Version SB 220  
 Fiscal Note Number 2  
 (S) Publish Date 4/11/14

Identifier (file name) PERS/TRS Defined Benefit Plans Dept. Affected Direct Approps to Retirement Accounts  
 Title PERS/TRS Defined Benefit Plans: Additional State Appropriation TRS  
Contributions Allocation \_\_\_\_\_  
 Sponsor Rules by Request of Governor  
 Requester \_\_\_\_\_ OMB Component Number 2863

**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
<b>OPERATING EXPENDITURES</b>	<b>FY15</b>	<b>FY15</b>	<b>FY16</b>	<b>FY17</b>	<b>FY18</b>	<b>FY19</b>	<b>FY20</b>
Personal Services							
Travel							
Services							
Commodities							
Capital Outlay							
Grants, Benefits							
Miscellaneous		1,118,630.0	343,000.0	343,000.0	343,000.0	343,000.0	343,000.0
<b>TOTAL OPERATING</b>	<b>0.0</b>	<b>1,118,630.0</b>	<b>343,000.0</b>	<b>343,000.0</b>	<b>343,000.0</b>	<b>343,000.0</b>	<b>343,000.0</b>

**FUND SOURCE** (Thousands of Dollars)

	FY15	FY16	FY17	FY18	FY19	FY20
1002 Federal Receipts						
1003 GF Match						
1004 GF		343,000.0	343,000.0	343,000.0	343,000.0	343,000.0
1001 CBR Fund (Other)		1,118,630.0				
1007 I/A Rcpts (Other)						
1156 Rcpt Svcs (DGF)						
	<b>0.0</b>	<b>1,118,630.0</b>	<b>343,000.0</b>	<b>343,000.0</b>	<b>343,000.0</b>	<b>343,000.0</b>

**POSITIONS**

	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 If yes, by what date are the regulations to be adopted, amended, or repealed?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 2 of 2

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Phone 465-4677  
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 Date 4/10/2014

FISCAL NOTE ANALYSIS #2

STATE OF ALASKA  
2014 LEGISLATIVE SESSION

BILL NO. SB 220

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