

SPONSOR SUBSTITUTE FOR SENATE BILL NO. 200

IN THE LEGISLATURE OF THE STATE OF ALASKA

THIRTY-THIRD LEGISLATURE - SECOND SESSION

BY SENATORS STEDMAN, Hoffman, Shower

Introduced: 2/15/24

Referred: Labor and Commerce, Finance

A BILL

FOR AN ACT ENTITLED

1 "An Act relating to employer contributions in the teachers' retirement system; relating
2 to supplemental employee benefits; and providing for an effective date."

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

4 * **Section 1.** AS 14.25.070(a) is amended to read:

5 (a) Each employer shall contribute to the system every payroll period an
6 amount calculated by applying a rate of 14.56 [12.56] percent to the total of all base
7 salaries paid by the employer to active members of the system and to members who
8 are retired from the plan and reemployed under AS 14.20.136, including any
9 adjustments to contributions required by AS 14.25.173(a).

10 * **Sec. 2.** AS 14.25.350(a) is amended to read:

11 (a) An employer shall contribute to each member's individual account an
12 amount equal to nine [SEVEN] percent of the member's compensation from July 1 to
13 the following June 30.

14 * **Sec. 3.** AS 39.30.170 is repealed and reenacted to read:

1 **Sec. 39.30.170. Participation in program.** An employer shall become a
 2 participating employer in the employee benefits program under AS 39.30.150 -
 3 39.30.180, if the employer

4 (1) is an employer in the teachers' retirement system (AS 14.25) or the
 5 public employees' retirement system (AS 39.35); and

6 (2) does not participate in the federal social security system.

7 * **Sec. 4.** AS 39.30.180(3) is amended to read:

8 (3) "participating employer" means

9 (A) the State of Alaska; [AND]

10 (B) an employer **who**

11 (i) [WHO] is an employer as defined in **AS 14.25.220**
 12 **or** AS 39.35.680; **and**

13 (ii) **does not participate** [WHO HAS NEVER
 14 PARTICIPATED IN OR HAS WITHDRAWN FROM
 15 PARTICIPATION] in the federal social security system [; AND

16 (iii) WHOSE PARTICIPATION IN THE
 17 SUPPLEMENTAL EMPLOYEE BENEFIT PROGRAM HAS BEEN
 18 APPROVED BY THE COMMISSIONER].

19 * **Sec. 5.** This Act takes effect July 1, 2024.