

# Fiscal Note

State of Alaska  
2024 Legislative Session

Bill Version:	CSHB 302(STA)
Fiscal Note Number:	1
(H) Publish Date:	5/11/2024

Identifier: HB302-DOA-DRB-02-09-24  
 Title: EMPLOYEE RETIREMENT BENEFITS/SBS  
 Sponsor: CARPENTER  
 Requester: (H) STATE AFFAIRS

Department: Department of Administration  
 Appropriation: Centralized Administrative Services  
 Allocation: Retirement and Benefits  
 OMB Component Number: 64

**Expenditures/Revenues**

Note: Amounts do not include inflation unless otherwise noted below. (Thousands of Dollars)

	FY2025	Included in	Out-Year Cost Estimates				
	Appropriation Requested	Governor's FY2025 Request	FY 2026	FY 2027	FY 2028	FY 2029	FY 2030
<b>OPERATING EXPENDITURES</b>	<b>FY 2025</b>	<b>FY 2025</b>	<b>FY 2026</b>	<b>FY 2027</b>	<b>FY 2028</b>	<b>FY 2029</b>	<b>FY 2030</b>
Personal Services	***		***	***	***	***	***
Travel							
Services							
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
<b>Total Operating</b>	***	<b>0.0</b>	***	***	***	***	***

**Fund Source (Operating Only)**

None							
<b>Total</b>	***	<b>0.0</b>	***	***	***	***	***

**Positions**

Full-time							
Part-time							
Temporary							

**Change in Revenues**

None							
<b>Total</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

**Estimated SUPPLEMENTAL (FY2024) cost:** 0.0 *(separate supplemental appropriation required)*

**Estimated CAPITAL (FY2025) cost:** 0.0 *(separate capital appropriation required)*

**Does the bill create or modify a new fund or account?** No  
*(Supplemental/Capital/New Fund - 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? **Yes**  
 If yes, by what date are the regulations to be adopted, amended or repealed? **TBD**

**Why this fiscal note differs from previous version/comments:**

Not applicable; initial version.

Prepared By: <u>Ajay Desai, Director</u>	Phone: (907)465-4471
Division: <u>Retirement and Benefits</u>	Date: <u>02/09/2024 01:00 PM</u>
Approved By: <u>Leslie Isaacs, Administrative Services Director</u>	Date: <u>02/09/24</u>
Agency: <u>Department of Administration</u>	

## FISCAL NOTE ANALYSIS

STATE OF ALASKA  
2024 LEGISLATIVE SESSION**Analysis**

This bill seeks to add Teacher Retirement System (TRS) members to the Supplemental Annuity Plan - Supplemental Benefits System (SAP-SBS) by adding subsection (e) to 39.30.170.

Per new section (e): An active employee member of the teachers' retirement system (as 14.25) or a person employed as a peace officer or firefighter by a political subdivision of the state may elect to become a participating employee if employed by an employer who is not (1) a participating employer; (2) a member of the federal social security system.

As currently written, this bill would not require additional personnel though it will increase workload on enrollment of new employers to the SBS, if passed. The majority of workload will be on employers for setup and payment of SBS and remitting payroll files and funds to the Division of Retirement and Benefits.

Section 7 of this bill amends section (a) by depositing an employer match that is 9.74% of a peace officer or firefighter's compensation rather than 5%.

Implementing this bill's provision will require an actuarial analysis due to the impact on the additional state contribution and DRB submits an indeterminate fiscal note until such time as an actuarial analysis can be completed.