

C.S.
Introduced: 2/25/69
Referred: State Affairs

1 IN THE HOUSE

BY BANFIELD

2 HOUSE BILL NO. 204

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 SIXTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to employee accounts in the Public
7 Employees' Retirement System."

8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

9 * Section 1. AS 39.35.100(b)(1) is amended to read:

10 (1) An individual account shall be maintained for each
11 employee to which the amount of his mandatory contributions shall be
12 credited when made. The portion of an employee's contributions which
13 is used to pay the tax imposed on the employee under the Federal In-
14 surance Contributions Act shall be charged against this account. As
15 of the last day of each calendar year and each fiscal year beginning
16 with June 30, 1969, this account shall be credited with interest, by
17 applying one-half of the prescribed rate of interest to the balance in
18 the account as of that date [AT THE BEGINNING OF THE FISCAL YEAR LESS
19 AMOUNTS CHARGED TO THE ACCOUNT DURING THE YEAR]. Upon granting a
20 pension, or upon payment of a death or refund benefit, the balance of
21 the employee contribution account shall be transferred to the asset
22 share account of the employer of the employee and the employee contri-
23 bution account shall be charged with the amount transferred.

24 * Sec. 2. AS 39.35.100(b)(2) is amended to read:

25 (2) An individual account shall be maintained for each
26 employee to which the amount of his voluntary contributions shall be
27 credited when made. As of the last day of each calendar year and each
28 fiscal year beginning with June 30, 1969, this account shall be credited
29 with interest, by applying one-half of the prescribed rate of interest

1 to the balance in the account as of that date [AT THE BEGINNING OF THE
2 FISCAL YEAR LESS AMOUNTS CHARGED TO THE ACCOUNT DURING THE YEAR].

3 Amounts which, before termination of employment, are withdrawn by an
4 employee savings account shall be charged to that account. Upon an
5 employee's retirement or death, the balance of his employee savings
6 account shall be transferred to the asset share account of the employer
7 of the employee and the employee savings account shall be charged with
8 the amount transferred.