

Original sponsor: Banfield

Offered: 3/5/69

1 IN THE HOUSE

BY THE FINANCE COMMITTEE

2 CS FOR 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 collected
12 under sec. 160(a) of this chapter shall be credited when made. [THE
13 PORTION OF AN EMPLOYEE'S CONTRIBUTIONS WHICH IS USED TO PAY THE TAX
14 IMPOSED ON THE EMPLOYEE UNDER THE FEDERAL INSURANCE CONTRIBUTIONS ACT
15 SHALL BE CHARGED AGAINST THIS ACCOUNT.] As of the last day of each
16 calendar year and each fiscal year beginning with June 30, 1969, this
17 account shall be credited with interest, by applying one-half of the
18 prescribed rate of interest to the balance in the account as of that
19 date [AT THE BEGINNING OF THE FISCAL YEAR LESS AMOUNTS CHARGED TO THE
20 ACCOUNT DURING THE YEAR]. Upon granting a pension, or upon payment of
21 a death or refund benefit, the balance of the employee contribution
22 account shall be transferred to the asset share account of the employer
23 of the employee and the employee contribution account shall be charged
24 with the amount transferred.

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

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

1 with interest, by applying one-half of the prescribed rate of interest
2 to the balance in the account as of that date [AT THE BEGINNING OF THE
3 FISCAL YEAR LESS AMOUNTS CHARGED TO THE ACCOUNT DURING THE YEAR].

4 Amounts which, before termination of employment, are withdrawn by an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

10 * Sec. 3. AS 39.35.160 is amended to read:

11 Sec. 39.35.160 AMOUNT OF EMPLOYEE CONTRIBUTIONS. (a) While
12 participating in the system each employee shall contribute three and
13 one-half per cent of his compensation to the public employees' retire-
14 ment system.

15 (b) In addition each employee shall pay the appropriate social
16 security contribution.
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