

1 IN THE HOUSE

BY KERTTULA

2 HOUSE BILL NO. 420

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 SIXTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to teacher retirement."

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

8 * Section 1. AS 14.25.080 is amended to read:

9 Sec. 14.25.080. CONTRIBUTIONS BY THE STATE. The state legislature
10 shall appropriate to the retirement fund an amount equal to 60 per cent
11 of [ONE-HALF] the sum contributed each pay period by the teachers. It
12 shall be appropriated annually and deposited in the retirement fund
13 monthly.

14 * Sec. 2. AS 14.25.120(c)(1) is amended to read:

15 (1) If the teacher is at least 60 years of age on the date which
16 the application for retirement salary is filed, and has paid into the
17 retirement fund the full amount of his indebtedness, his annual retire-
18 ment salary is two [ONE AND ONE-HALF] per cent of his highest average
19 base salary during any three of the last 10 years of membership service
20 multiplied by the total number of years of creditable service, including
21 credited fractional years.

22 * Sec. 3. AS 14.25.120(c)(8) is amended to read:

23 (8) During the period of re-employment, deductions from salary
24 may be made at the option of the teacher for contributions to the re-
25 tirement fund as provided in sec. 50 of this chapter. If deductions are
26 made, the annual amount of retirement salary shall be increased when the
27 teacher again retires from active membership service, by adding to the
28 annual amount previously payable, an amount equal to two [ONE AND ONE-
29 HALF] per cent of the base salary for the period of re-employment.

1 However, if the teacher has not attained the age of 60 on the date when
2 payment of retirement salary is resumed, the additional amount provided
3 for in this paragraph shall be reduced annually by the amount derived
4 from the following computations: multiply one-half of one per cent
5 times the number of months, to the nearest month, by which the teacher's
6 attained age on the date of subsequent retirement falls short of 60
7 times the additional amount provided for in this paragraph.

8 * Sec. 4. AS 14.25.143(b) is amended to read:

9 (b) The amount of the increase shall be equal to not more than
10 three [ONE AND ONE-HALF] per cent for each year of retirement. In-
11 creases accrue from the first of July next following the effective date
12 of retirement and shall be paid beginning the first of July of each
13 year.