

1 IN THE SENATE

BY HAMMOND

2 SENATE BILL NO. 24

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 SEVENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act providing for cost of living supplemental
7 retirement insurance."

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

9 * Section 1. AS 47 is amended by adding a new chapter to read:

10 CHAPTER 40. ALASKA COST OF LIVING SUPPLEMENTAL
11 RETIREMENT INSURANCE.

12 Sec. 47.40.010. ALASKA COST OF LIVING SUPPLEMENTAL RETIREMENT
13 INSURANCE. To the extent funds are made available by the legislature
14 the state shall enter into a contract for cost of living supplemental
15 retirement insurance with any person eligible to be covered under the
16 provisions of sec. 20 of this chapter. This chapter shall be admin-
17 istered by the Department of Administration.

18 Sec. 47.40.020. ELIGIBILITY. A person over the age of 63 who
19 is a resident of the state is eligible to apply for cost of living
20 supplemental retirement insurance provided for under this chapter.

21 Sec. 47.40.030. PREMIUMS. A person applying for insurance
22 under this chapter shall pay a premium of \$10 a year. Premiums may
23 be deducted from benefits received under this chapter if the insured
24 desires.

25 Sec. 47.40.040. BENEFITS. (a) If a person is insured under
26 the provisions of this chapter for a period of 12 months ending
27 December 31, and has received a total income that year of \$4,800 or
28 less, the state shall pay him \$2,400 less one-half of the amount of
29 income he received that year.

1 (b) If a person is insured under the provisions of this chapter
2 for less than 12 months ending December 31, and has received a total
3 income that year of \$4,800 or less, the state shall pay him an amount
4 equal to a pro rata portion of the amount specified in (a) of this
5 section.

6 (c) The amount of income received by a person during a year
7 shall be determined by the federal and state income tax returns he
8 filed that year.

9 (d) Payments provided for under this section shall be made in
10 12 equal monthly installments.

11 (e) Except for 30 days each year, a person receiving benefits
12 under this section must be physically present in the state during the
13 period he is insured and the period he is receiving benefits.

14 (f) If a husband and wife each qualify for benefits under this
15 chapter, they may both receive them.