

Original sponsor: Palmer

Offered: 4/6/73  
Referred: Rules

1 IN THE SENATE

BY THE FINANCE COMMITTEE

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HOUSE CS FOR SENATE BILL NO. 101

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IN THE LEGISLATURE OF THE STATE OF ALASKA

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EIGHTH LEGISLATURE - FIRST SESSION

5

A BILL

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For an Act entitled: "An Act relating to the teachers' retirement system;  
and providing for an effective date."

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

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\* Section 1. AS 14.25.110(a) is amended to read:

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(a) A teacher who has completed either (1) 15 years of creditable service, the last five years of which have been membership service in the state, and who has attained the age of 55 years, or (2) 25 [30] years of creditable service, the last five years of which have been membership service in the state, may retire from service, and apply in writing to the administrator for retirement salary. A retired teacher who has been receiving a disability retirement salary shall be eligible for a service retirement salary upon or after attaining age 60.

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

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(1) If a teacher is either 60 years of age or older or has 25 [30] years of creditable service on the date which the application for a retirement salary is filed and has paid into the retirement fund the full amount of his indebtedness, his annual retirement salary is two per cent of his highest average base salary, as defined in (f) of this section, multiplied by the total number of years of creditable service, including credited fractional years.

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\* Sec. 3. AS 14.25.120(c)(4) is amended to read:

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(4) If the teacher has not attained the age of 60 or completed 25 [30] years of creditable service on the date when application

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1 for retirement salary is filed, the annual retirement salary that would  
2 be due and owing to the teacher if he were at least 60 shall be reduced  
3 annually by the amount derived from the following computations: multi-  
4 ply one-half of one per cent times the number of months, to the nearest  
5 month, by which the applicant's attained age on date of filing appli-  
6 cation falls short of 60 times the amount of annual retirement salary  
7 that would be due and owing the teacher if he were at least 60.

8 \* Sec. 4. AS 14.25.050 is amended to read:

9 Sec. 14.25.050. CONTRIBUTIONS BY TEACHERS. Beginning July 1,  
10 1970, each teacher shall contribute to the retirement fund an amount  
11 equal to 7.35 [SEVEN] per cent of his base salary accrued from July 1  
12 to the following June 30. The contribution shall be deducted by the  
13 employer at the end of each payroll period.

14 \* Sec. 5. AS 14.25.070 is amended to read:

15 Sec. 14.25.070. CONTRIBUTIONS BY EMPLOYER. An employer shall  
16 contribute to the retirement fund either (1) an amount equal to one-  
17 half the percentage, as certified by the administrator, of the sum total  
18 of the base salaries of all teachers that is required in addition to  
19 teacher contributions to provide the benefits of this chapter times the  
20 sum total of the base salaries paid to teachers by the employer, or  
21 (2) an amount equal to 5.5 [FIVE] per cent of the sum total of the base  
22 salaries paid to teachers by the employer, whichever is less. The  
23 contributions shall be transmitted to the administrator at the close  
24 of each pay period. If the contributions are not submitted, the con-  
25 tributions shall be deducted by the Department of Education from state  
26 funds due the school districts and transmitted to the teachers' retire-  
27 ment system for deposit in the retirement fund. The University of Alaska  
28 shall forward its contribution to the administrator at the close of  
29 each pay period for deposit by him in the retirement fund.

1 \* Sec. 6. AS 14.25.080 is amended to read:

2           Sec. 14.25.080. CONTRIBUTIONS BY THE STATE. The state legislature  
3 may appropriate to the retirement fund an amount equal to either one-  
4 half the percentage, as certified by the administrator, of the amount  
5 required in addition to teacher contributions to provide the benefits  
6 of this chapter or an amount equal to 5.5 [FIVE] per cent of the  
7 teachers' base salaries, whichever is less. It may be appropriated  
8 annually and deposited in the retirement fund monthly.

9 \* Sec. 7. This Act takes effect on the day after its passage and approval  
10 or on the day it becomes law without approval.

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