

Original sponsor: Bowman and Kelley

Offered: 6/1/75
For today's calendar

1 IN THE HOUSE

BY THE FINANCE COMMITTEE

2 CS FOR SPONSOR SUBSTITUTE FOR HOUSE BILL NO. 64

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - FIRST SESSION

5 A BILL

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

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

9 * Section 1. AS 39.35.160(a) is amended to read:

10 (a) While participating in the system each peace officer and each
11 fireman shall contribute five per cent and every other employee shall
12 contribute seven [FOUR AND ONE-QUARTER] per cent of his compensation to
13 the public employees' retirement system.

14 * Sec. 2. AS 39.35.380(a) is amended to read:

15 (a) An employee [, OTHER THAN A PEACE OFFICER OR FIREMAN,] is
16 eligible for an early retirement pension on or after his 50th [55TH]
17 birthday and after he completes five or more years of credited service.
18 [A PEACE OFFICER OR FIREMAN IS ELIGIBLE FOR AN EARLY RETIREMENT PENSION
19 ON OR AFTER HIS 50TH BIRTHDAY AND AFTER HE COMPLETES FIVE OR MORE YEARS
20 OF CREDITED SERVICE AS A PEACE OFFICER OR FIREMAN.]

21 * Sec. 3. AS 39.35.380 is amended by adding a new subsection to read:

22 (d) An employee who previously retired under (a) of this section
23 shall be paid benefits computed under sec. 370(c) of this chapter from
24 the effective date of this Act.

25 * Sec. 4. AS 39.35.485 is amended to read:

26 Sec. 39.35.485. MINIMUM BENEFIT. (a) An employee whose termina-
27 tion occurred before July 1, 1975 [1972] and who is eligible for a
28 benefit calculated in accordance with sec. 370(c) of this chapter is
29 entitled to a benefit of at least \$13.25 a month for each year of

1 credited service, not including adjustments made under secs. 380, 410,
2 450, 475 and 480 of this chapter.

3 (b) An employee who retired under this section before the
4 effective date of this Act shall be paid a benefit amount computed
5 under sec. 370(c) of this chapter or under this section, whichever is
6 greater.

7 * Sec. 5. AS 39.35.410(d) is amended to read:

8 (d) The monthly amount of an occupational disability pension for
9 a peace officer or a fireman shall be two-thirds of his gross monthly
10 compensation at the time of his disability. For any other employee
11 it shall be determined in accordance with sec. 370(c) of this chapter,
12 considering (1) the employee's compensation before his termination of
13 employment, and (2) either the credited service that would have been
14 accumulated if the employee's employment had continued until his 55th
15 [60TH] birthday after his disability or his actual credited service
16 before his disability, whichever is greater; except that the amount so
17 determined shall be reduced by assuming that a joint and survivor option
18 of 75 per cent became immediately effective upon retirement, with the
19 employee's spouse as contingent beneficiary. If no spouse exists at
20 the time of actual retirement, the pension shall be determined as if
21 the spouse were the same age as the employee.

22 * Sec. 6. AS 39.35.680(11) is amended to read:

23 (11) "normal retirement date" for an employee [A PEACE OFFI-
24 CER OR A FIREMAN] means the first day of the month following either his
25 55th birthday and five [EIGHT] years of credited service or his 20th
26 year of credited service, whichever is earlier [, AND FOR ANY OTHER
27 EMPLOYEE IT MEANS THE FIRST DAY OF THE MONTH FOLLOWING EITHER HIS 60TH
28 BIRTHDAY AND EIGHT YEARS OF CREDITED SERVICE OR HIS 30TH YEAR OF
29 CREDITED SERVICE, WHICHEVER IS EARLIER];

1 * Sec. 7. This Act takes effect immediately in accordance with AS 01.10.-
2 070(c).

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