

Original sponsor: Health, Education and
Social Services Committee

Offered: 4/27/76
Referred: Rules

1 IN THE SENATE

BY THE FINANCE COMMITTEE

2 CS FOR SENATE BILL NO. 48 (Finance) am
3 IN THE LEGISLATURE OF THE STATE OF ALASKA
4 NINTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to teachers retirement; and providing
7 for an effective date."

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

9 * Section 1. AS 14.25.050 is amended to read:

10 Sec. 14.25.050. CONTRIBUTIONS BY TEACHERS. Beginning July 1, 1976,
11 each teacher shall contribute to the retirement fund an amount equal to
12 seven and eight-tenths per cent of his base salary accrued from July 1
13 to the following June 30. The contribution shall be deducted by the em-
14 ployer at the end of each payroll period.

15 * Sec. 2. AS 14.25.143 is repealed and re-enacted to read:

16 Sec. 14.25.143. POST RETIREMENT PENSION ADJUSTMENT. (a) When the
17 administrator determines that the cost of living has increased, he shall
18 increase all service retirement and survivor's benefits salaries to
19 reflect this cost of living increase, to those age 60 and over.

20 (b) Increases accrue from the first of July next following the
21 effective date of retirement and shall be paid beginning the first of
22 July of each year.

23 (c) Persons 60 years of age or older shall be allowed an increase
24 based on 60 per cent of the increases in the cost of living, as deter-
25 mined by the United States Bureau of Labor Statistics Consumer Price
26 Index for Anchorage, Alaska, for the 12 month period ending March 31 of
27 the current year. This increase shall be compounded for each year of
28 retirement and shall accrue from the first of July next following the
29 effective date of the election to accept benefits under this subsection

1 and shall be paid beginning the first of July each year. No retiree may
2 receive and annual post retirement pension increase more than 20 per
3 cent greater than the increase applied to the average base benefit. The
4 "average base benefit" shall be determined in March of each year for the
5 following fiscal year by dividing the total base benefits paid in that
6 month by the total number of beneficiaries receiving them.

7 (d) The administrator may implment this section by regulation.

8 * Sec. 3. This Act takes effect July 1, 1976.