

Introduced: 2/5/76
Referred: Health, Education
and Social Services and
Finance

1 IN THE SENATE

BY SACKETT

2 SENATE BILL NO.609

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 creditable service in the Teachers'
7 Retirement System."

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

9 * Section 1. AS 14.25.060(c) is amended to read:

10 (c) If a teacher has creditable outside service, [OR] Bureau of
11 Indian Affairs (BIA) service or service as a full-time teacher in an
12 approved or accredited nonpublic institution of higher learning in
13 Alaska he is indebted, in addition to the contributions required by sec.
14 50 of this chapter, as follows:

15 (1) If, at the time of becoming a member of the retirement
16 system, a teacher has creditable outside service, Bureau of Indian
17 Affairs (BIA) service and service as a full-time teacher in an approved
18 or accredited nonpublic institution of higher learning in Alaska [NO
19 MEMBERSHIP SERVICE], his indebtedness is seven per cent of the base
20 salary paid at the time of first becoming employed as a teacher under
21 this chapter, multiplied by the total number of these years of [HIS]
22 creditable [OUTSIDE AND BIA] service [AT THE TIME OF BECOMING A MEMBER].
23 The combined total nonmembership [OF OUTSIDE AND BIA] service claimed
24 may not exceed 15 years; however, no more than 10 years outside service
25 may be claimed. Compound interest at the rate prescribed by regulation
26 shall be added to the indebtedness beginning July 1, 1963, or at the
27 time of first becoming employed as a teacher, whichever is later, to the
28 date of payment or the date of retirement, whichever occurs first.

29 (2) If a teacher, after becoming a member of this retirement

1 system, discontinues active membership and subsequently desires to be re-
2 instated and to receive credit for outside service accumulated in the
3 interim, his indebtedness to the retirement fund for the additional
4 credit shall be computed as seven per cent of the base salary received
5 upon reinstatement multiplied by the number of years of interim outside
6 and BIA service. Compound interest at the rate prescribed by regulation
7 shall be added to the indebtedness beginning on July 1, 1963, or at the
8 time of reinstatement, whichever is later, to the date of payment or the
9 date of retirement, whichever occurs first.

10 * Sec. 2. AS 14.25.220(3) is amended to read:

11 (3) "creditable service" means outside service, [AND] Bureau
12 of Indian Affairs (BIA) service and service as a full-time teacher in
13 an approved or accredited nonpublic institution of higher learning in
14 Alaska not exceeding 15 years, with outside service limited to 10 years,
15 plus all membership service as provided in (5) of this section;
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