

Introduced: 3/7/77
Referred: State Affairs and
Finance

1 IN THE SENATE

BY HUBER

2 *2 rd*
SS SENATE BILL NO. 215

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act providing for state withdrawal from federal old
7 age and survivors insurance."

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

9 * Section 1. AS 39.35.370 is amended by adding a new subsection to read:

10 (d) An employee eligible for retirement may elect to have his
11 normal retirement pension computed under (c) of this section utilizing,
12 in place of the employee's actual average monthly compensation the
13 current rate of compensation for the grade and step he held on the
14 effective date of his retirement. Pension payments for an employee so
15 electing shall thereafter be based on the compensation rate for that
16 grade and for the month in which the payment is made. This election
17 shall be made by the employee at the time he applies for retirement, and
18 once made, is irrevocable.

19 * Sec. 2. The commissioner of administration shall take all necessary
20 steps to terminate the agreement for state participation in federal old age
21 and survivors insurance entered into under AS 39.30.010 at the earliest date
22 permitted under that agreement.

23 * Sec. 3. The percentage of average monthly salary utilized under AS 39.-
24 35.370 to compute the monthly amount of normal retirement pension shall be
25 adjusted by an amount which will increase the normal retirement pension by
26 the same percentage as the increase in contributions to the retirement system.
27 Benefits payable under state employee retirement systems other than the
28 public employees' retirement system shall be increased by an equivalent
29 amount. The Department of Administration shall submit to the Tenth Legislature,

1 not later than the 10th day of the Second Session, a report describing the
2 amount of the adjustments to each affected retirement system.
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