

1 IN THE SENATE

BY THE RULES COMMITTEE BY  
REQUEST OF THE GOVERNOR

2 SENATE BILL NO. 392

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TENTH LEGISLATURE -- SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act providing a method of adjusting the Alaska  
7 longevity bonus."

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

9 \* Section 1. AS 47.45 is amended by adding a new section to read:

10 Sec. 47.45.015. ADJUSTMENT OF BONUS. (a) The commissioner of  
11 administration shall adjust the bonus rate provided for in sec. 10 of  
12 this chapter in accordance with changes in the Consumer Price Index  
13 for Anchorage, Alaska, published by the Bureau of Labor Statistics,  
14 United States Department of Labor. The Consumer Price Index for  
15 October 1977 is considered the initial Consumer Price Index.

16 (b) In making the adjustments under (a) of this section, the  
17 commissioner shall comply with the following procedure:

18 (1) after November 30 and before December 31 of each year  
19 the commissioner shall determine the change in the October Consumer  
20 Price Index for the current year from the October Consumer Price Index  
21 for the previous year;

22 (2) the commissioner shall then

23 (A) compute the percentage increase or decrease for  
24 that period; and

25 (B) adjust the bonus rate set out in sec. 10 of this  
26 chapter by the same percentage increase or decrease, rounded to  
27 the nearest dollar;

28 (3) no later than the 10th day of each regular session of  
29 the legislature, the commissioner shall submit the adjusted bonus rate

1 to the legislature; if not disapproved by the legislature by a resolu-  
2 tion concurred in by a majority of the members of each house within 45  
3 days after submission, or by the end of the session, whichever occurs  
4 first, the new rate becomes law.

(c) The adjusted bonus rate becomes effective on July 1 of the  
year in which it becomes law.

7 (d) If an adjusted bonus rate submitted to the legislature under  
8 (b) of this section is disapproved by the legislature, the commissioner  
9 may, within 15 days after the disapproval, submit a revised adjusted  
10 bonus rate. That rate becomes law if not disapproved within 30 days  
11 or by the end of the session, whichever occurs first, and becomes  
12 effective July 1.