

Original sponsor: Miller

Offered: 4/29/80
Referred: Rules

1 IN THE HOUSE

BY THE FINANCE COMMITTEE

2 CS FOR HOUSE BILL NO. 880 (Finance)

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to post-retirement pension adjustments
7 in the teachers' and public employees' retirement
8 systems; and providing for an effective date."

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

10 * Section 1. AS 14.25.143(a) is repealed and re-enacted to read:

11 (a) When the administrator determines that the cost of living has
12 increased and that the financial condition of the retirement fund
13 permits, the administrator shall increase benefit payments to persons
14 receiving benefits under this system.

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 AS 14.25.143(b) is repealed and re-enacted to read:

16 (b) The amount of the increase in benefit payments may not exceed
17 the greater of

18 (1) the increase in the cost of living between the year of
19 retirement and the year for which the increase in benefit is determined;
20 or

21 (2) four percent of the retirement benefit compounded for
22 each year of retirement.

23 * Sec. 3. AS 14.25.143(c) is repealed and re-enacted to read:

24 (c) The administrator shall implement this section by regulation.

25 * Sec. 4. AS 14.25.143 is amended by adding new subsections to read:

26 (e) If at the time of first receiving a retirement benefit a
27 member was receiving a disability benefit, the administrator shall
28 include the time during which the member received the disability benefit
29 in determining the number of years of retirement under this section.

1 (f) An increase in benefit payments under this section is effec-
2 tive July 1 of the year for which the increase is granted.

3 * Sec. 5. AS 39.35.475 is repealed and re-enacted to read:

4 Sec. 39.35.475. POST-RETIREMENT PENSION ADJUSTMENT. (a) When the
5 administrator determines that the cost of living has increased and the
6 financial condition of the retirement fund permits, he shall increase
7 benefit payments to persons receiving benefits under this system.

8 (b) The amount of the increase in benefit payments may not exceed
9 the greater of

10 (1) the increase in the cost of living between the year of
11 retirement and the year for which the increase in benefit is determined;
12 or

13 (2) four percent of the retirement benefit compounded for
14 each year of retirement.

15 (c) If at the time of first receiving a retirement benefit a
16 member was receiving a disability benefit under this system, the
17 administrator shall include the time during which the member received
18 the disability benefit in determining the number of years of retirement
19 under this section.

20 (d) An increase in benefit payments under this section is effec-
21 tive July 1 of the year for which the increase is granted.

22 (e) The administrator shall implement this section by regulation.

23 * Sec. 6. EFFECT OF DISABILITY ON DETERMINATION OF NORMAL BENEFIT OF
24 RETIRED MEMBER OF TEACHERS' RETIREMENT SYSTEM. The retirement benefit pay-
25 able to a member of the teachers' retirement system who is receiving a normal
26 retirement benefit under AS 14.25.110 on the effective date of this Act, and
27 who at the time of his retirement was receiving a disability benefit under
28 the teachers' retirement system, shall be increased by a percentage equal to
29 the percentage of all post-retirement pension adjustments payable under

1 AS 14.25.143 during the period that the member was receiving a disability
2 benefit.

3 * Sec. 7. EFFECT OF DISABILITY ON DETERMINATION OF NORMAL BENEFIT OF
4 RETIRED MEMBER OF PUBLIC EMPLOYEES' RETIREMENT SYSTEM. The retirement bene-
5 fit payable to a member of the public employees' retirement system who is
6 receiving a normal retirement benefit under AS 39.35.370 on the effective
7 date of this Act, and who at the time of his retirement was receiving a
8 disability pension under the public employees' retirement system, shall be
9 increased by a percentage equal to the percentage of all post-retirement
10 pension adjustments payable under AS 39.35.475 during the period that the
11 member was receiving a disability benefit.

12 * Sec. 8. This Act takes effect July 1, 1980.
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28
29