

Introduced: 4/20/81
Referred: State Affairs, Judiciary and Finance

1 IN THE SENATE

BY KERTTULA BY REQUEST

2 SENATE BILL NO. 472

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TWELFTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act providing that territorial employees can
7 become members of the public employees' retirement
8 system; and providing for an effective date."

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

10 * Section 1. AS 39.35 is amended by adding a new section to read:

11 Sec. 39.35.362. TERRITORIAL SERVICE. (a) A person employed by
12 the Territory of Alaska for 10 or more years who has not been employed
13 by the state after January 1, 1961, may claim credited service for
14 service rendered as an employee of the Territory of Alaska. The
15 retirement benefits payable to an employee under this subsection shall
16 be reduced by the amount of the retirement pension benefits paid to him
17 by the United States government for the same period of service.

18 (b) Notwithstanding AS 39.35.360(b), an employee who claims
19 retroactive credited service for employment under this section is
20 indebted to the system and must contribute to the system in order to
21 receive the credited service claimed. The amount of the indebtedness
22 is 4.25 percent of the salary the employee received during the period
23 of employment with the territory for which contributions are made.
24 Benefits are not payable on credited service claimed under this section
25 unless the employee makes retroactive contributions to the system to
26 discharge his indebtedness.

27 * Sec. 2. AS 39.35.680(21)(B) is amended by adding a new subparagraph to
28 read:

29 (viii) territorial service member;

1 * Sec. 3. AS 39.35.680 is amended by adding a new paragraph to read:

2 (39) "territorial service member" means a person who was
3 employed by the territory for 10 or more years, who qualifies for a
4 benefit under AS 39.35.362(a) and claims the benefit as required by
5 AS 39.35.362(b).

6 * Sec. 4. AS 39.35 is amended by adding a new section to read:

7 Sec. 39.35.387. TERRITORIAL SERVICE MEMBER BENEFITS. A Terri-
8 torial service member is eligible for a normal retirement benefit at
9 age 55 with at least 10 years of credited service. The monthly amount
10 of the retirement benefit shall be computed in accordance with AS 39.-
11 35.370(c), and is payable in accordance with AS 39.35.370(e).

12 * Sec. 5. This Act takes effect immediately in accordance with AS 01.10.-
13 070(c).