

Original sponsor: Fischer

Offered: 3/25/82  
Referred: Health,  
Education & Social  
Services and Finance

1 IN THE SENATE

BY THE STATE AFFAIRS COMMITTEE

2

CS FOR SENATE BILL NO. 557 (State Affairs)

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

TWELFTH LEGISLATURE - SECOND SESSION

5

A BILL

6

For an Act entitled: "An Act relating to retirement benefits for marine

7

highway system employees; and providing for an effective

8

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. 39.35.305. CREDITED SERVICE FOR EMPLOYMENT WITH THE MARINE

12

HIGHWAY SYSTEM. (a) A vested employee who is a member of the system on

13

July 1, 1981, is entitled to service credit for periods of employment

14

before January 1, 1977, with the marine highway system of the Department

15

of Transportation and Public Facilities for which the employee received

16

service credit under the Northwest Marine Retirement Trust. The service

17

credit allowed under this section may not exceed an aggregate of nine

18

years. Benefits are not payable on service credit under this section

19

unless the employee makes retroactive contributions to the system for the

20

period of time for which service credit is claimed.

21

(b) In order to obtain service credit under this section, an em-

22

ployee shall make an election to do so and shall verify the period of

23

service. When eligibility for service credit has been established, an

24

indebtedness shall be determined as follows: (1) the employee's actual

25

compensation, or the calculated annual compensation for an employee

26

working less than 12 months, during the calendar year 1981 or the year

27

in which an employee first becomes vested under this chapter, whichever

28

is later, multiplied by (2) six percent, and this product multiplied by

29

(3) the number of years of service credited under this section. Interest

1 as prescribed by regulation accrues on this indebtedness beginning on  
2 July 1, 1981, or one year following the date a person first becomes  
3 vested, whichever is later. Any outstanding indebtedness that exists at  
4 the time a person is appointed to retirement will necessitate an actuarial  
5 adjustment to the benefits payable based on service credited under  
6 this section.

7 \* Sec. 2. AS 39.35.370 is amended by adding a new subsection to read:

8 (g) A member may not receive retirement benefits under this section  
9 based on a period of employment for which the member received service  
10 credit under AS 39.35.305 if the member is receiving retirement  
11 benefits from a marine retirement trust based on the same period of employment.  
12

13 \* Sec. 3. This Act takes effect July 1, 1982.  
14  
15  
16  
17  
18  
19  
20  
21  
22  
23  
24  
25  
26  
27  
28  
29