

Offered: 3/30/84
Referred: Finance

Original sponsors: Sackett and Ferguson

1 IN THE SENATE BY THE STATE AFFAIRS COMMITTEE
2 CS FOR SENATE BILL NO. 469 (State Affairs)
3 IN THE LEGISLATURE OF THE STATE OF ALASKA
4 THIRTEENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to credited service under the Public
7 Employees' Retirement System; and providing for an
8 effective date."

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

10 * Section 1. AS 39.35.360 is amended by adding new subsections to read:
11 (i) An employee who completes three years of credited service
12 with an employer, for which the employee makes contributions required
13 by this chapter, is entitled to credited service on a year-for-year
14 basis for service credited in the Civil Service Retirement System,
15 rendered as an employee of an Alaska Bureau of Indian Affairs (BIA)
16 school, other than service as a teacher. Retroactive credited service
17 under this section must be claimed before the employee retires. When
18 eligibility for retroactive credited service under this section has
19 been established, an indebtedness of the employee to the system shall
20 be established. The amount of this indebtedness is determined by
21 multiplying six percent of the employee's actual annual compensation,
22 or the calculated annual compensation for an employee who works fewer
23 than 12 months, for the most recent calendar year in which service is
24 rendered to an employer before the calendar year in which the employee
25 first becomes eligible to claim service under this subsection, by the
26 number of years of service in Alaska BIA schools that is credited
27 under this subsection. Interest as prescribed by regulation accrues
28 on the indebtedness beginning on the date the employee may first claim
29 the retroactive credited service. Any outstanding indebtedness that

1 exists at the time the employee retires requires an actuarial adjust-
2 ment to the benefits that are based on retroactive credited service
3 under this section. Service may not be claimed under this subsection
4 and benefits may not be paid for service claimed under this subsection
5 if the employee has, at any point in time, enough service credit in
6 the Civil Service Retirement System to be eligible for a retirement
7 benefit under that system.

8 (j) An employee who has not completed three years of credited
9 service with an employer may claim credited service as an employee of
10 an Alaska Bureau of Indian Affairs (BIA) school, other than service as
11 a teacher under (i) of this section if, on the date of transfer of the
12 Alaska BIA school to the state, the employee is employed at the school
13 and needs fewer than three additional years of continuous full-time
14 employment for normal retirement in the federal Civil Service Retirement
15 System, and the employee completes a period of service with an
16 employer, for which the employee makes contributions required by this
17 chapter, equal to the additional period of service that would have
18 been required for that employee's normal retirement under the federal
19 Civil Service Retirement System. An employee who claims credited
20 service under this subsection must provide federal government
21 verification of the employee's federal Civil Service Retirement System
22 status when the claim is filed.

23 * Sec. 2. This Act takes effect immediately in accordance with AS 01.-
24 10.070(c).