

Introduced: 1/16/85
Referred: State Affairs and
Finance

1 IN THE HOUSE

BY SHULTZ

2

HOUSE BILL NO. 69

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

FOURTEENTH LEGISLATURE - FIRST SESSION

5

A BILL

6 For an Act entitled: "An Act relating to the teachers' retirement system;
7 and providing for an effective date."

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

9 * Section 1. AS 14.25.050(a) is amended to read:

10 (a) Each [BEGINNING JULY 1, 1970, EACH] teacher shall contribute
11 to the retirement fund an amount equal to nine [SEVEN] percent of the
12 teacher's base salary accrued from July 1 to the following June 30.
13 The contribution shall be deducted by the employer at the end of each
14 payroll period.

15 * Sec. 2. AS 14.25.110(a) is amended to read:

16 (a) A member is eligible for a normal retirement benefit if the
17 member

18 (1) was first hired before July 1, 1975, has attained the
19 age of 55 years, and has at least 15 years of credited service, the
20 last five of which have been membership service;

21 (2) has attained the age of 55 years and has at least eight
22 years of membership service;

23 (3) has attained the age of 55 years, has at least five
24 years of membership service, and has at least three years of Alaska
25 BIA service;

26 (4) has at least 25 years of credited service, the last
27 five of which have been membership service;

28 (5) has at least 20 years of credited [MEMBERSHIP] service,
29 at least 15 of which have been membership service; or

1 (6) has at least 20 years of combined membership service
2 and Alaska BIA service, the last five of which have been membership
3 service.

4 * Sec. 3. AS 14.25.110(d) is repealed and reenacted to read:

5 (d) The monthly amount of the retirement benefit for a member
6 with less than 10 years credited service is two percent of the mem-
7 ber's average base salary times the years of credited service,
8 including credited fractional years, divided by 12. The monthly
9 amount of the retirement benefit for a member with at least 10 years
10 but less than 20 years credited service is two and one-quarter percent
11 of the member's average base salary times the years of credited
12 service divided by 12. The monthly amount of the retirement benefit
13 for a member with at least 20 years of credited service is two and
14 one-half percent of the member's average base salary times the years
15 of credited service divided by 12. An actuarial adjustment shall be
16 made for early retirement. An indebtedness that exists at the time of
17 retirement shall be discharged under AS 14.25.063(b).

18 * Sec. 4. This Act takes effect July 1, 1985.