

Introduced: 2/14/86
Referred: State Affairs, Health, Education
and Social Services and Finance

1 IN THE SENATE

BY P. FISCHER AND DEVRIES

2

SENATE BILL NO. 420

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

FOURTEENTH LEGISLATURE - SECOND SESSION

5

A BILL

6 For an Act entitled: "An Act relating to repealing outside service credits
7 under the Teachers' Retirement System; and providing
8 for an effective date."

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

10 * Section 1. AS 14.25.060(b) is amended to read:

11 (b) If a member joins the system on or after July 1, 1978, and
12 before July 1, 1986, and has creditable outside service, the member
13 may claim this service. If claimed, the member is indebted to the
14 retirement fund as follows:

15 (1) The arrearage indebtedness is the full actuarial cost
16 of providing benefits for the service being claimed. Compound inter-
17 est at the rate prescribed by regulation shall be added to the arrear-
18 age indebtedness beginning the date the actuarial cost is established
19 to the date of payment or the date of retirement, whichever occurs
20 first.

21 (2) If a member terminates from the system and is subse-
22 quently reemployed as a member, the arrearage indebtedness for outside
23 service during the interim is the full actuarial cost of providing
24 benefits for the interim service being claimed. Compound interest at
25 the rate prescribed by regulation shall be added to the arrearage
26 indebtedness beginning the date the actuarial cost is established to
27 the date of payment or the date of retirement, whichever occurs first.

28 [(3) Repealed]

29 * Sec. 2. AS 14.25.220(25) is amended to read:

1 (25) "outside service" means service before July 1, 1986,

2 (A) as a certificated full-time elementary or second-
3 ary teacher or a certificated person in a full-time position
4 requiring a teaching certificate as a condition of employment in
5 an out-of- state public school within the United States, or in a
6 school outside the United States supported by funds of the United
7 States;

8 (B) as a certificated full-time elementary or second-
9 ary teacher or a certificated person in a full-time position
10 requiring a teaching certificate as a condition of employment in
11 an approved or accredited nonpublic school within the United
12 States, or in a school outside the United States supported by
13 funds of the United States;

14 (C) in a full-time position requiring academic stand-
15 ing in an out-of-state institution of higher learning accredited
16 by a nationally recognized accrediting agency as listed in the
17 Education Directory - Colleges and Universities by the National
18 Center for Education Statistics;

19 (D) as a full-time teacher in an approved or accredit-
20 ed nonpublic institution of higher learning in Alaska;

21 * Sec. 3. This Act takes effect July 1, 1986.