

Introduced: 1/19/87
Referred: Health, Education and
Social Services, Judiciary
and Finance

5-0189A

1 IN THE SENATE BY DUNCAN AND KERTTULA
2 SENATE BILL NO. 57
3 IN THE LEGISLATURE OF THE STATE OF ALASKA
4 FIFTEENTH LEGISLATURE - FIRST SESSION
5 A BILL
6 For an Act entitled: "An Act relating to a longevity bonus; and providing
7 for an effective date."
8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:
9 * Section 1. AS 43.23.005(d), as enacted by sec. 3, ch. 99, SLA 1985,
10 is amended to read:
11 (d) A person who is 65 years of age on or before January 1,
12 2001, and eligible to receive a permanent fund dividend under this
13 section, or who is authorized to claim a dividend on behalf of another
14 who is 65 years of age on or before January 1, 2001, under (c) of this
15 section, may elect to receive the dividend either in cash or as an
16 annuity credit. [ALTERNATIVELY, A PERSON MAY ELECT TO RECEIVE 25
17 PERCENT, 50 PERCENT, OR 75 PERCENT OF THE DIVIDEND IN CASH AND THE
18 REMAINDER AS AN ANNUITY CREDIT.] A person who is 65 years of age on
19 or before January 1, 1988, or after January 1, 2001, may only receive
20 the permanent fund dividend in cash and may not elect to receive an
21 annuity credit.
22 * Sec. 2. AS 43.23.015(e), as amended by sec. 6, ch. 99, SLA 1985, is
23 amended to read:
24 (e) If a public agency claims a dividend on behalf of an indi-
25 vidual under this section, the public agency shall elect [100 PERCENT]
26 cash under AS 43.23.005(d) and hold the dividend in trust for the
27 individual. Money held in trust under this subsection shall be in-
28 vested by the commissioner in accordance with AS 37.10.070.
29 * Sec. 3. AS 43.23.015(i), as enacted by sec. 8, ch. 99, SLA 1985, is

1 amended to read:

2 (i) The permanent fund dividend application form shall be pre-
3 pared to allow an applicant, other than a person who is 65 years of
4 age after January 1, 2001, or who is exempt under AS 47.45.015(b), to
5 elect to receive the dividend either in cash or as an annuity credit.

6 * Sec. 4. AS 43.23.065(b), as enacted by sec. 13, ch. 99, SLA 1985, is
7 amended to read:

8 (b) The department shall require an individual to take [100
9 PERCENT OF] the permanent fund dividend in cash if the department
10 receives a levy, execution, garnishment, attachment or other legal
11 remedy for the collection of a past due debt described in (a)(1) or
12 (2) of this section.

13 * Sec. 5. AS 47.45.010(a), as amended by sec. 17, ch. 99, SLA 1985, is
14 amended to read:

15 (a) A person who is 65 years of age on or before January 1, 2001
16 [OR OVER], who resides in the state for at least one year immediately
17 preceding application for a longevity bonus under this chapter may
18 apply to the commissioner of administration for qualification to
19 receive a monthly bonus upon reaching age 65.

20 * Sec. 6. AS 47.45.015, as enacted by sec. 18, ch. 99, SLA 1985, is
21 amended to read:

22 Sec. 47.45.015. AMOUNT OF BONUS. (a) Except as provided in (b)
23 of this section, the monthly longevity bonus is equal to \$250, minus
24 the maximum possible straight life annuity for a person 65 years of
25 age under the annuity program (AS 43.23.110 - 43.23.130), as deter-
26 mined by the commissioner of administration. An individual's longevi-
27 ty bonus shall be further reduced by \$25 per month for each year in
28 which that individual qualified for but did not select an annuity
29 credit under AS 43.23.005(d).

1 (b) A person who is 65 years of age on or before January 1,
2 1988, is entitled to the full longevity bonus payment without the
3 reductions provided for in (a) of this section [REDUCTION FOR THE
4 ANNUITY PROGRAM].

5 * Sec. 7. Section 1, ch. 99, SLA 1985, is repealed.

6 * Sec. 8. This Act and ch. 99, SLA 1985, apply only to permanent fund
7 dividends for years beginning after December 31, 1987. Notwithstanding the
8 amendments to AS 43.23 made by this Act and ch. 99, SLA 1985, permanent
9 fund dividends for 1987 and prior years shall be made under the law as it
10 existed before the effective date of this Act.

11 * Sec. 9. This Act takes effect immediately under AS 01.10.070(c).