

**HOUSE BILL NO. 323**  
**IN THE LEGISLATURE OF THE STATE OF ALASKA**  
**SEVENTEENTH LEGISLATURE - FIRST SESSION**

**BY REPRESENTATIVE GRUSSENDORF**

**Introduced: 5/8/91**  
**Referred: State Affairs, Finance**

**A BILL**

**FOR AN ACT ENTITLED**

1 "An Act relating to credited service in the public employees' retirement system for certain  
2 employment with the Alaska Bureau of Indian Affairs."

3 **BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:**

4 \* **Section 1.** AS 39.35.360(i) is amended to read:

5 (i) An employee who completes three years of credited service with an employer, for  
6 which the employee makes contributions required by this chapter, is entitled to credited service  
7 on a year-for-year basis for service credited in the Civil Service Retirement System, rendered as  
8 an employee of an Alaska Bureau of Indian Affairs (BIA) school, other than service as a teacher.  
9 [RETROACTIVE CREDITED SERVICE UNDER THIS SECTION MUST BE CLAIMED  
10 BEFORE THE EMPLOYEE RETIRES.] When eligibility for retroactive credited service under  
11 this subsection [SECTION] has been established, an indebtedness of the employee to the system  
12 shall be determined as follows: (1) the employee's actual annual compensation, or the calculated  
13 annual compensation for an employee who works fewer than 12 months, for the most recent  
14 calendar year in which service is rendered to an employer before the calendar year in which the

1 employee first becomes eligible to claim service under this subsection, multiplied by (2) the  
2 number of years of service in Alaska BIA schools that is credited under this subsection, and this  
3 product multiplied by (3) six percent for employees first eligible to claim this service before  
4 January 1, 1987, or eight and one-half percent for employees first eligible to claim this service  
5 on or after January 1, 1987. Interest as prescribed by regulation accrues on the indebtedness  
6 beginning on the date the employee may first claim the retroactive credited service. Any  
7 outstanding indebtedness that exists at the time the employee retires requires an actuarial  
8 adjustment to the benefits that are based on retroactive credited service under this subsection  
9 [SECTION]. A retirement benefit payable under this subsection for Alaska BIA service  
10 shall be reduced by an amount equal to the retirement benefits paid to the member by the  
11 United States government for the same service [SERVICE MAY NOT BE CLAIMED UNDER  
12 THIS SUBSECTION AND BENEFITS MAY NOT BE PAID FOR SERVICE CLAIMED  
13 UNDER THIS SUBSECTION IF THE EMPLOYEE HAS, AT ANY POINT IN TIME,  
14 ENOUGH SERVICE CREDIT IN THE CIVIL SERVICE RETIREMENT SYSTEM TO BE  
15 ELIGIBLE FOR A RETIREMENT BENEFIT UNDER THAT SYSTEM].