

SENATE BILL NO. 338

IN THE LEGISLATURE OF THE STATE OF ALASKA
SEVENTEENTH LEGISLATURE - SECOND SESSION

BY SENATOR DUNCAN

Introduced: 1/13/92
Referred: STA, Finance

A BILL

FOR AN ACT ENTITLED

1 "An Act relating to credited service that vested members of the public employees'
2 retirement system receive for temporary service and to credited service for temporary
3 service for the legislature."

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

5 * Section 1. AS 39.35.345(d) is repealed and reenacted to read:

6 (d) An employee may choose whether the credited service granted under this section is
7 used to satisfy the credited service requirements for normal retirement or is only used for the
8 calculation of benefits. An election under this subsection is irrevocable and applies to all
9 temporary credited service that the employee has accrued when the employee retires.

10 * Sec. 2. AS 39.35.360 is amended by adding a new subsection to read:

11 (l) A member is eligible to receive credited service for service that was rendered as a
12 temporary employee of the legislature of the state or territory during legislative sessions for
13 which the member has not received credit under (g) of this section or AS 39.35.345. To receive
14 retroactive credited service under this subsection, a member must claim the service. When the

1 member claims the service, an indebtedness of the member to the system shall be established.
2 The amount of this indebtedness is equal to the full actuarial cost of providing benefits for the
3 credited service claimed. Interest as prescribed by regulation accrues on this indebtedness
4 beginning on the date the service is claimed. Any outstanding indebtedness that exists at the time
5 the member retires will require an actuarial adjustment to the benefits that are based upon
6 credited service claimed under this subsection.

7 * Sec. 3. A member of the public employees' retirement system who has claimed credited service
8 under AS 39.35.345 on or before the effective date of this Act may exercise the election established
9 under AS 39.35.345(d), as amended by sec. 1 of this Act, before the member is appointed to retirement.