

The Legislature of the State of Alaska  
**FISCAL NOTE**  
 Second Session - Eighth Legislature

I. REQUEST

Bill Identification: HCS CSSenate Bill #547  
 Title: An act relating to Teachers' Retirement  
 Requested by: House Finance Date: 3/26/76  
 Return Date Requested: ASAP  
 Agency: Administration - Retirement Program: TRS

II. FISCAL DETAIL

Budget Request Unit(s) Affected: DOE, U of A and TRS Match

A. EXPENDITURES: (Thousands of dollars)

OBJECT	FY 76	FY 77	FY 78	FY 79	FY 80	FY 81
100 PERSONAL SERVICES	0	2.6	0	0	0	0
200 TRAVEL	0	0	0	0	0	0
300 CONTRACTUAL	0	0	0	0	0	0
400 COMMODITIES	0	0	0	0	0	0
500 EQUIPMENT	0	0	0	0	0	0
600 LAND & STRUCTURES	0	0	0	0	0	0
700 GRANTS, CLAIMS, ETC.	0	38.3	42.9	Increase	at 12% per year	
100 BENEFITS	0	7.8	8.7			
<b>TOTAL</b>	0	48.7	51.6			

B. FUNDING: (Thousands of dollars)

GENERAL FUND	0	46.1	51.6	Increase	at 12% per year.	
FEDERAL FUNDS	0	0	0			
OTHER TRD	0	2.6	0			

C. POSITIONS:

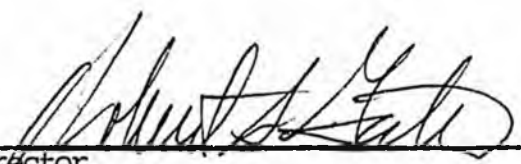
PERMANENT/TEMPORARY	0 / 0	0 / 1	0 / 0	0 / 0	0 / 0	0 / 0
MAN MONTHS (P./T.)	0 / 0	0 / 2	0 / 0	0 / 0	0 / 0	0 / 0

III. ANALYSIS (See Fiscal Note Preparation Instructions, Section III)

1. Estimated teachers payroll for FY 77 is \$153,340,300
2. Increase in state-employers contribution rate .05%
3. Total payroll is assumed to increase at 12% per year

IV. ATTACHMENTS

Appendix I

V. DATE: 3/26/76 PREPARED BY:   
 Director  
 Division of Retirement & Benefits

Original: Legislative Finance  
 cc: Budget and Management (2)  
 Prime Sponsor (First Legislator Named) Senator Croft  
Office of the Commissioner

APPENDIX I

TRS - Cost to State of Alaska

Estimated FY 77 Payroll (total) = \$153,340,300

Increase in state-employer contribution rate = .05%

Breakdown of Payroll and Costs

<u>Employer</u>	<u>Payroll</u>		<u>Rate</u>	<u>Cost to State</u>
Department of Education	2,600,000	x	.025	\$ 650
University of Alaska	28,500,000	x	.025	\$ 7,125
Total TRS Payroll	153,340,000	x	.025	<u>\$38,335</u>
Total Cost to State				\$46,110

Distribution of Appropriation

1. Department of Education - - - \$ 650 to their budget
2. University of Alaska - - - - \$ 7,125 to their budget
3. State Matching Contribution - \$38,335 to TRS MATCH
4. Regular TRS Budget - - - - - \$ 2,641 to contractual services

Associated with the implementation of SB #547 will require an increase in funds for personal services in the TRS operating budget during FY 1977. These estimates are shown below and are one time only expenditure.

One temporary position - Retirement and Benefits Technician  
(Range 12) for a two month period.

Monthly salary	1,231	x	2	=	\$2,462
plus 7 1/4% benefits					<u>179</u>
					\$2,641