

HB

343

THE LEGISLATURE OF THE STATE OF ALASKA -
TENTH LEGISLATURE

FISCAL NOTE

I. REQUEST
 Bill/Resolution No. House Bill 343
 Title An Act Relating to Post Retirement Pension Adjustments for Teachers
 Requested by Representative Miller Date 3/29/77

II. FISCAL DETAIL
 Agency Affected Administration--Division of Retirement and Benefits
 Program Category Affected Education and General Government
 Budget Request Unit(s) Affected DOE, U of A, TRS Match,

EXPENDITURES (Thousands of Dollars)

	FY 77	FY 78	FY 79	FY 80	FY 81	FY 82
100 PERSONAL SERVICES	0	0	0	0	0	0
200 TRAVEL	0	0	0	0	0	0
300 CONTRACTUAL	0	5.0	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	4258.6	4769.6	INCREASE ABOUT 12% PER YEAR		
100 BENEFITS (DOE, U of A)	0	827.8	927.1	INCREASE ABOUT 12% PER YEAR		
TOTAL		5091.4	5696.7			

FUNDING (Thousands of Dollars)

GENERAL FUND	0	5086.4	5696.7	INCREASE ABOUT 12% PER YEAR		
FEDERAL FUNDS	0	0	0	0	0	0
OTHER (Specify)	0	0	0	0	0	0
TRS	0	5.0	0	0	0	0

POSITIONS

FULL TIME	0	0	0	0	0	0
PART TIME	0	0	0	0	0	0
TEMPORARY	0	0	0	0	0	0

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

1. Estimated covered payroll for FY78 is \$214,000,000.
2. Contribution rate for State (including TRS match) will increase by 3.98% of covered payroll.
3. Payroll estimated to increase about 12% per year.
4. See attachment for cost analysis.

IV. DATE March 28, 1977 PREPARED BY *Robert S. Sater*
 AGENCY Division of Retirement and Benefits
 PHONE 465-4460
 Original: Legislative Finance
 cc: Budget and Management
 Prime Sponsor (First Legislator Named)

ATTACHMENT

Bill/Resolution No. HB 343ASSUMPTIONS:

1. Estimated FY78 Payroll (Total System) = \$214,000,000
2. State Contribution Rate to Fund Bill = 1.99%
3. State TRS Matching Rate to Fund Bill = 1.99%
4. School District Rate to Fund Bill = 1.99%

COST ANALYSIS:

<u>Employer</u>	<u>Payroll</u>	<u>Rate</u>	<u>Cost</u>	<u>Appropriation</u>
1. Department of Education	\$ 3,600,000	X 1.99%	\$ 71,640	To Their Budget
2. University of Alaska	\$ 38,000,000	X 1.99%	\$ 756,200	To Their Budget
3. State TRS Matching	\$214,000,000	X 1.99%	\$4,258,600	To TRS Match
4. State TRS Regular Budget				
Personnal Services			\$ 0	To Personal Services
Travel			\$ 0	To Travel
Contractual			\$ 5,000	To Contractual
Equipment			\$ 0	To Equipment
TOTAL COST TO STATE			<u>\$5,091,440</u>	
5. All School Districts	\$172,400,000	X 1.99%	<u>\$3,430,760</u>	
TOTAL COST TO SYSTEM			<u><u>\$8,522,200</u></u>	

REMARKS:

Estimated costs for data processing system modifications are \$5,000. This would be a one time only expenditure.