

HB

174

STATE OF ALASKA
Inter-Department Route Slip

TO:
MAIL STATION NUMBER 3100
DEPARTMENT Capital Room #123A
ATTENTION Rep Mike Miller

- | | |
|--|--|
| <input type="checkbox"/> Approval | <input type="checkbox"/> Note & Return |
| <input type="checkbox"/> Signature | <input type="checkbox"/> Initial & Return |
| <input type="checkbox"/> Comment | <input type="checkbox"/> Return As Requested |
| <input type="checkbox"/> Contact Me | <input type="checkbox"/> Return For Approval |
| <input type="checkbox"/> Prepare Reply | <input type="checkbox"/> Necessary Action |
| <input type="checkbox"/> For Your File | <input type="checkbox"/> Your Information |

Remarks:

FROM:
MAIL STATION NUMBER 0200
DEPARTMENT Admin
BY M. Edwards DATE 4/12

THE LEGISLATURE OF THE STATE OF ALASKA
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. CS for House Bill 174 am
Title Participation of Elected Officials and Former Elected Officials in the PERS
Requested by _____ Date _____

II. FISCAL DETAIL

Agency Affected Administration - Division of Retirement and Benefits
Program Category Affected Retirement and Benefits (PERS)
BRU, Program, or Subprogram(s) Affected 02-96-8-01-01-01

(Note: If more than one budget component is affected, separate line-item amounts and funding for each component in the analysis section.)

EXPENDITURES (Thousands of Dollars)

	FY 79	FY 80	FY 81	FY 82	FY 83	FY 84
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 TRS STATE MATCH						
100 BENEFITS		13.5	13.5	13.5	13.5	13.5
TOTAL		13.5	13.5	13.5	13.5	13.5

FUNDING (Thousands of Dollars)

	FY 79	FY 80	FY 81	FY 82	FY 83	FY 84
GENERAL FUND		11.1	11.1	11.1	11.1	11.1
FEDERAL FUNDS		0.6	0.6	0.6	0.6	0.6
VETERAN'S FUND						
FISH & GAME FUND		0.1	0.1	0.1	0.1	0.1
HIGHWAY FUND		0.2	0.2	0.2	0.2	0.2
AIRPORT FUND		0.4	0.4	0.4	0.4	0.4
CAPITAL FUND		1.1	1.1	1.1	1.1	1.1
PERS						
TRS						

POSITIONS NONE

	FY 79	FY 80	FY 81	FY 82	FY 83	FY 84
FULL TIME						
PART TIME						
TEMPORARY						

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

- Of the identified sixty (60) former elected State officials who did not participate in the PERS, it is estimated that twenty (20) will elect participation under this bill.
- Estimate FY 80 covered State payroll to be \$241,000,000.
- Increase in State employer contribution rate would be .0056% of covered payroll.

Paul B. Arnoldt *Jey*

IV. DATE 8/9/79 PREPARED BY Paul B. Arnoldt, Director
AGENCY Division of Retirement & Benefits
PHONE 465-4460

Original Legislative Finance
cc: Budget and Management
Prime Sponsor (First Legislator Named)
Office of the Governor (Keith Spuecking)

COMMITTEE REPORT

HOUSE

FURTHER:

March 6, 1979

Date: 3-13-79

Mr. Speaker:

The Committee on STATE AFFAIRS has had HB 174

"An Act relating to the participation of elected officials and former elected officials in the public employees' retirement system."

under consideration and (a majority of the committee) (the committee) reports it back with the following recommendations:

- do pass do not pass
- do pass with attached amendments(s)
- replace with ^{CRA}CS for HB 174 same title
 new title
- and recommends CRA CS HB 174 DO PASS
- AND attaches a "Letter of Intent" New Fiscal Note
- reports it back without recommendation
- referred to the F Committee

**MEMBERS SIGNING
DO PASS**

[Signature]
Terry Anderson
[Signature]
[Signature]
[Signature]
[Signature]
[Signature]
[Signature]

**MEMBERS HAVING
OTHER RECOMMENDATIONS:**

[Signature]
CHAIRMAN

THE LEGISLATURE OF THE STATE OF ALASKA
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. CS For House Bill 174

Title Participation of Elected Officials and Former Elected Officials in the PERS

Requested by _____ Date _____

II. FISCAL DETAIL

Agency Affected Administration - Division of Retirement and Benefits

Program Category Affected Retirement and Benefits (PERS)

BRU, Program, or Subprogram(s) Affected 02-96-8-01-01-01

(Note: If more than one budget component is affected, separate line-item amounts and funding for each component in the analysis section.)

EXPENDITURES (Thousands of Dollars)

	FY 79	FY 80	FY 81	FY 02	FY 83	FY 84
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 IRS STATE MATCH						
100 BENEFITS		13.5	13.5	13.5	13.5	13.5
TOTAL		13.5	13.5	13.5	13.5	13.5

FUNDING (Thousands of Dollars)

GENERAL FUND		11.1	11.1	11.1	11.1	11.1
FEDERAL FUNDS		0.6	0.6	0.6	0.6	0.6
VETERAN'S FUND						
FISH & GAME FUND		0.1	0.1	0.1	0.1	0.1
HIGHWAY FUND		0.2	0.2	0.2	0.2	0.2
AIRPORT FUND		0.4	0.4	0.4	0.4	0.4
CAPITAL FUND		1.1	1.1	1.1	1.1	1.1
PERS						
TRS						

POSITIONS NONE

FULL TIME					
PART TIME					
TEMPORARY					

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

- Of the identified sixty (60) former elected State officials who did not participate in the PERS, it is estimated that twenty (20) will elect participation under this bill.
- Estimate FY 80 covered State payroll to be \$241,000,000.
- Increase in State employer contribution rate would be .0056% of covered payroll.

IV. DATE 3/12/79

PREPARED BY Paul B. Arnoldt, Director
AGENCY Division of Retirement & Benefits
PHONE 465-4460

Original: Legislative Finance
cc: Budget and Management
Prime Sponsor (First Legislator Named)
Office of the Governor (Keith Specking)

THE LEGISLATURE OF THE STATE OF ALASKA
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. CR For House Bill 1/4
Title Participation of Elected Officials and Former Elected Officials in the PERS
Requested by _____ Date _____

II. FISCAL DETAIL

Agency Affected Administration - Division of Retirement and Benefits
Program Category Affected Retirement and Benefits (PERS)
BRU, Program, or Subprogram(s) Affected 82-92-8-01-01-01
(Note: If more than one budget component is affected, separate line-item amounts and funding for each component in the analysis section.)

EXPENDITURES (Thousands of Dollars)

	FY 79	FY 80	FY 81	FY 82	FY 83	FY 84
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 TRS STATE MATCH						
100 BENEFITS		13.5	13.5	13.5	13.5	13.5
TOTAL		13.5	13.5	13.5	13.5	13.5

FUNDING (Thousands of Dollars)

	FY 79	FY 80	FY 81	FY 82	FY 83	FY 84
GENERAL FUND		11.1	11.1	11.1	11.1	11.1
FEDERAL FUNDS		0.6	0.6	0.6	0.6	0.6
VETERAN'S FUND						
FISH & GAME FUND		0.1	0.1	0.1	0.1	0.1
HIGHWAY FUND		0.2	0.2	0.2	0.2	0.2
AIRPORT FUND		0.4	0.4	0.4	0.4	0.4
CAPITAL FUND		1.1	1.1	1.1	1.1	1.1
PERS						
TRS						

POSITIONS NONE

FULL TIME						
PART TIME						
TEMPORARY						

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

- Of the identified sixty (60) former elected State officials who did not participate in the PERS, it is estimated that twenty (20) will elect participation under this bill.
- Estimate FY 80 covered State payroll to be \$241,000,000.
- Increase in State employer contribution rate would be .0036% of covered payroll.

IV. DATE 3/12/79 PREPARED BY Paul B. Arnoldt, Director
AGENCY Division of Retirement & Benefits
PHONE 465-4460

Original: Legislative Finance
cc: Budget and Management
Prime Sponsor (First Legislator Named)
Office of the Governor (With Speaking)
33-001 (Rev. 12/78)

STATE OF ALASKA
Inter-Department Route Slip

TO:
MAIL STATION NUMBER 3100

DEPARTMENT Alaska State Legislature

ATTENTION House State Affairs Committee

- | | |
|-------------------------------------|--|
| <input type="checkbox"/> Approval | <input type="checkbox"/> Note & Return |
| <input type="checkbox"/> Signature | <input type="checkbox"/> Initial & Return |
| <input type="checkbox"/> Comment | <input type="checkbox"/> Return As Requested |
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| <input type="checkbox"/> Reply | <input type="checkbox"/> Necessary Action |
| <input type="checkbox"/> For File | <input type="checkbox"/> Your Information |

Remarks:

FROM:
MAIL STATION NUMBER 0208

DEPARTMENT Admin/Admin. Services

BY Kellus Sewell DATE 3/5 ¹²³¹ ₆₄₉

02-002 (REV. 10/73)

THE LEGISLATURE OF THE STATE OF ALASKA
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST
 Bill/Resolution No. House Bill 174
 Title Participation of Elected Officials and Former Elected Officials in the PERS
 Requested by _____ Date _____

II. FISCAL DETAIL
 Agency Affected Administration - Division of Retirement and Benefits
 Program Category Affected Retirement and Benefits (PERS)
 BRU, Program, or Subprogram(s) Affected 02-96-8-01-01
 (Note: If more than one budget component is affected, separate line-item amounts and funding for each component in the analysis section.)
EXPENDITURES (Thousands of Dollars)

	FY 79	FY 80	FY 81	FY 82	FY 83	FY 84
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 TRS STATE MATCH						
100 BENEFITS		53.5	58.9	64.8	71.3	78.4
TOTAL		53.5	58.9	64.8	71.3	78.4

FUNDING (Thousands of Dollars)

GENERAL FUND	43.8	48.2	53.1	58.4	64.1
FEDERAL FUNDS	2.5	2.7	3.0	3.3	3.6
VETERAN'S FUND	0.1	0.1	0.1	0.1	0.2
FISH & GAME FUND	0.3	0.4	0.4	0.4	0.5
HIGHWAY FUND	0.7	0.8	0.8	0.9	1.0
AIRPORT FUND	1.6	1.7	1.9	2.1	2.3
CAPITAL FUND	4.5	5.0	5.5	6.1	6.7
PERS					
TRS					

POSITIONS NONE

FULL TIME					
PART TIME					
TEMPORARY					

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

- Of the identified 60 former elected State officials who did not participate in the PERS, it is estimated that 20 will elect participation under this bill. Proportionate similar elections are anticipated for future "former elected" State officials.
- Estimate FY 80 covered State payroll to be \$241,000,000.
- Estimate future State payrolls will increase at 10% annually.
- Increase in State employer contribution rate would be .0222% of covered payroll.

Paul B. Arnoldt

IV. DATE 3/02/79 PREPARED BY Paul B. Arnoldt, Director
 AGENCY Division of Retirement & Benefits
 PHONE 465-4460

Original: Legislative Finance
 cc: Budget and Management
 Prime Sponsor (First Legislator Named)
 Office of the Governor (Keith Specking)

STATE OF ALASKA
THE LEGISLATURE

POUCH Y STATE CAPITOL
JUNEAU ALASKA 99811
907 465 3800

LEGISLATIVE AFFAIRS AGENCY

M E M O R A N D U M

February 2, 1979

SUBJECT: Participation of elected officials and former
elected officials in PERS
(Work Order No. 6001)

TO: Representative Mike Miller

FROM: James A. McKenzie, Legislative Counsel

Enclosed is a bill which (1) removes the time limit on elected officials' joining PERS, (2) requires elected officials to pay interest on retroactive contributions to PERS, (3) allows former elected officials to join PERS retroactively upon payment of retroactive contributions and interest, and (4) allows elected officials to terminate coverage of future service under PERS. The bill does not apply to people already receiving retirement benefits under PERS.

Enclosure

JAMcK:nem

February 11, 1980

Legislative Board of Retirement Benefits analysis and recommendations on:

CS House Bill No. 174 am:

The board endorses the attached fiscal note as its fiscal analysis of CSHB 174 am.

A majority of the members of the board recommend that CSHB 174 am Do Pass; two members have no recommendation.

THE LEGISLATURE OF THE STATE OF ALASKA
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. CS for House Bill 174 am
 Title: Participation of Elected Officials and Former Elected Officials in the PERS
 Requested by: _____ Date: _____

II. FISCAL DETAIL

Agency Affected: Administration - Division of Retirement and Benefits
 Program Category Affected: Retirement and Benefits (PERS)
 BRB Program, or Subprogram(s) Affected: 02-95-8-01-01-01

(Note: If more than one budget component is affected, separate line-item amounts and funding for each component in the analysis section.)

EXPENDITURES (Thousands of Dollars)

	FY 79	FY 80	FY 81	FY 82	FY 83	FY 84
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 TRS STATE MATCH						
100 BENEFITS		13.5	13.5	13.5	13.5	13.5
TOTAL		13.5	13.5	13.5	13.5	13.5

FUNDING (Thousands of Dollars)

GENERAL FUND		11.1	11.1	11.1	11.1	11.1
FEDERAL FUNDS		0.6	0.6	0.6	0.6	0.6
VETERAN'S FUND						
FISH & GAME FUND		0.1	0.1	0.1	0.1	0.1
HIGHWAY FUND		0.2	0.2	0.2	0.2	0.2
AIRPORT FUND		0.4	0.4	0.4	0.4	0.4
CAPITAL FUND		1.1	1.1	1.1	1.1	1.1
PERS						
TRS						

POSITIONS NONE

FULL TIME						
PART TIME						
TEMPORARY						

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

- Of the identified sixty (60) former elected State officials who did not participate in the PERS, it is estimated that twenty (20) will elect participation under this bill.
- Estimate FY 80 covered State payroll to be \$241,000,000.
- Increase in State employer contribution rate would be .0056% of covered payroll.

IV. DATE 4/9/79 PREPARED BY Paul B. Arnold, Director
 AGENCY Division of Retirement & Benefits
 PHONE 465-4660

Original: Legislative Finance
 cc: Budget and Management
 Prime Sponsor (First Legislator Named)
 Office of the Governor (Keith Specking)

Paul B. Arnold

STATE OF ALASKA

JAY S. HAMMOND, Governor

DEPARTMENT OF ADMINISTRATION

DIVISION OF RETIREMENT & BENEFITS

POUCH CR
JUNEAU, ALASKA 99811

465-4460

April 17, 1980

The Honorable Mike Miller
House of Representatives
Alaska State Legislature
Pouch V
Juneau, Alaska 99811

Dear Representative Miller:

You have asked that we provide the estimated costs associated with Representative Eliason's proposed amendment to CSHB 174.

Your office has indicated that the greater share of the costs of this amendment should be borne by the political subdivisions currently participating in the PERS. If this is the case, I would suggest that the current employer, at the time of the employees' claim for service credit, should assume the costs of providing benefits on earlier service.

The amendment to CSHB 174, as written, obligates the state to the entire past service cost. This cost is .4% of the total PERS payroll (\$487,000,000) or an annual cost of \$1,948,000 for active and retired employees.

If you split the costs between the state and political subdivision proportionate to the number of claims you will receive from current participants of each, the ratio is 3 to 1 with the political subdivisions assuming the greater share. Under this method of funding the political subdivision pays .6522% of payroll (\$224,000,000) or \$1,460,928. The state costs are .1852% of state payroll (\$263,000,000) or \$487,072. These costs include both active and retired employees.

Should you choose to draft language that will permit a split of costs between the state and political subdivisions as indicated above, an amendment should most appropriately be made to AS 39.35.590. This section covers the designation of eligible employees under the political subdivisions. Suggested language for an amendment to this section is enclosed. (A change to this section will also necessitate administrative amendments to the existing participation agreements between those

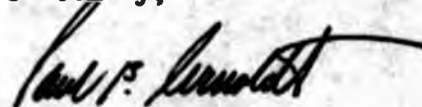
The Honorable Mike Miller

-2-

April 17, 1980

employers and PERS). Additionally, AS 39.35.360, which covers employment with the State, will require an amendment to permit the claim of prior political subdivision employment by an employee who serves three years with the state after January 1, 1961. Drafted language for AS 39.35.360 is also enclosed.

Sincerely,



Paul B. Arnoldt
Director

PBA/ch
Attachment
0279A

A M E N D M E N T

TO: CSHB 174

AS 39.35.360(a) is repealed and re-enacted to read:

(a) An employee who completes three years of credited service with the state after January 1, 1961, for which the employee makes contributions required by this chapter is entitled to credited service (1) before January 1, 1961, as an employee of the state and former Territory of Alaska or of a participating political subdivision; (2) after January 1, 1961, as a peace officer or correctional officer of a participating political subdivision of the state provided the employee is vested and is an active peace officer in the system as of July 1, 1980; or (3) as (A) a commissioned officer of the United States Public Health Service; (B) an employee of the United States District court and the United States Commissioner's court serving the Territory and State of Alaska succeeded to by the Alaska court system; (C) a United States marshal, United States deputy marshal, Civil Aeronautics Administration security guard or United States Corps of Engineers security guard; (D) an employee of the Alaska Jail System of the United States Department of Justice; (E) a Civil Aeronautics Administration heavy equipment operator; (F) an employee of the United States Fish and Wildlife Service; (G) an employee of the Alaska Road Commission or Bureau of Public Roads; (H) an employee of the Alaska Communications System. The retirement benefits payable to an

employee under this section shall be reduced by the amount of the retirement pension benefits paid to him by the United States government for the same period of service. An employee is not eligible for credited service under this section if the employee is eligible to receive credit for the same service under AS 39.35.590.

AS 39.35.590 is amended by adding a new subsection to read:

(b) For purposes of this section "past service" shall mean (1) designated service performed as an employee for a participating employer prior to the effective date of participation in the system by that employer; or (2) designated service performed as an employee prior to January 1, 1961, for any other participating employer.