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45

TABLE OF CONTENTS

Thursday, April 5, 1989
SSHB 45: PERS Credit for
Constitutional Convention

- Item 1:** SSHB 45 by Koponen
- Item 2:** Fiscal Note and Analysis
- Item 3:** Sponsor Statement

HOUSE COMMITTEE ON STATE AFFAIRS

**RECAP OF
SSHB 45**

PERS Credit for Constitutional Convention

Received February 15, 1989
by Rep. Koponen

Heard April 6, 1989

Passed Out of Committee April 6, 1989
3 Do Pass
1 No Recommendation

HOUSE COMMITTEE REPORT

(7)

Date Referred: February 15, 1989

FURTHER REFERRALS: FINANCE

Date of Committee Action: _____

The STATE AFFAIRS Committee considered:

SSHB 45

SPONSOR SUBSTITUTE FOR HOUSE BILL NO. 45

[PERS CREDIT FOR CONSTITUTIONAL CONVENTION]

"An Act relating to eligibility for retirement benefits under the Public Employees' Retirement System for delegates to the Alaska Constitutional Convention; and providing for an effective date."

RECOMMENDS:

- replacing with _____ the same title
- the attached amendment(s) a new title
- do pass
- do not pass
- no recommendation
- individual recommendations
- additional referral to the _____ Committee

ADOPTS: _____ letter of intent

ATTACHES NEW FISCAL NOTE(s):

- fiscal impact
- zero fiscal note
- zero with analysis DOA

APPROVES PREVIOUS:

- fiscal note(s) published: _____
- zero fiscal notes(s) published: _____

SIGNING DO PASS:

[Handwritten Signature]

[Handwritten Signature]

 Eileen P. McLean

SIGNING OTHER THAN DO PASS:
(Do Not Pass, No Recommendation, Amend)

[Handwritten Signature]

[Handwritten Signature]

 Chairman's signature

1 IN THE HOUSE

BY KOPONEN

2 SPONSOR SUBSTITUTE FOR HOUSE BILL NO. 45
3 IN THE LEGISLATURE OF THE STATE OF ALASKA
4 SIXTEENTH LEGISLATURE - FIRST SESSION
5 A BILL

6 For an Act entitled: "An Act relating to eligibility for retirement bene-
7 fits under the Public Employees' Retirement System
8 for delegates to the Alaska Constitutional Conven-
9 tion; and providing for an effective date."

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

11 * Section 1. AS 39.35.385 is amended by adding a new subsection to
12 read:

13 (g) Subject to AS 39.35.450, a former delegate to the Alaska
14 Constitutional Convention is eligible for a normal retirement benefit
15 at age 60 if the employee has at least three years of credited ser-
16 vice.

17 * Sec. 2. This Act takes effect July 1, 1989.

[4] HAS SELF DESTRUCT -]

FISCAL NOTE

REQUEST:

Revision Date: _____
Title: Credited Public Employees' Retirement System service for constitutional convention.
Sponsor: Koponen
Requestor: _____

Agency Affected: Administration
BRU: Retirement and Benefits
Components: Retirement and Benefits

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 89	FY 90	FY 91	FY 92	FY 93	FY 94
PERSONAL SERVICES	0	0	0	0	0	0
TRAVEL	0	0	0	0	0	0
CONTRACTUAL	0	0	0	0	0	0
SUPPLIES	0	0	0	0	0	0
EQUIPMENT	0	0	0	0	0	0
LAND & STRUCTURES	0	0	0	0	0	0
GRANTS, CLAIMS	0	0	0	0	0	0
MISCELLANEOUS	0	0	0	0	0	0
TOTAL OPERATING	0	0	0	0	0	0
CAPITAL	0	0	0	0	0	0
REVENUE	0	0	0	0	0	0

FUNDING: (Thousands of Dollars)

GENERAL FUND	0	0	0	0	0	0
FEDERAL FUNDS	0	0	0	0	0	0
OTHER	0	0	0	0	0	0
TOTAL	0	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

ANALYSIS: (Attach a separate page if necessary)

See attached sheet for a discussion of the fiscal implication to the retirement fund.

Prepared By: Sally Smith, Director
Division: Retirement and Benefits

Phone: 465-4470
Date: April 5, 1989

Approved by Commissioner: John M. Andrews
Agency: Department of Administration

Date: 4/5/89

Distribution (by preparer):
Legislative Finance
Legislative Sponsor
Requestor
Office of Management and Budget
Impacted Agency(ies)

Sponsor Substitute for House Bill 45
Analysis of the Fiscal Implications to the Retirement Fund
Prepared by Division of Retirement & Benefits
Department of Administration
April 3, 1989

Analysis: Passage of this bill will have a very small impact on the PERS retirement fund. The affect on the funding ratio and the unfunded liability would be negligible.

Item 3

Alaska State Legislature
Representative Niilo Koponen

Pouch V
Juneau, Alaska 99811
(907) 465-4992

House District 21

119 N. Cushman, Suite 207
Fairbanks, Alaska 99701
(907) 456-8172

SPONSOR STATEMENT
SSHB45

SSHB45 "An Act relating to eligibility for retirement benefits under the Public Employees' Retirement System for delegates to the Alaska Constitutional Convention; and providing for an effective date."

I have become aware that the small number of dedicated Alaskans who took part in the framing of our state constitution were not considered employees of the Territory of Alaska for the purposes of the Public Employees Retirement System. Many delegates worked for the state in the years since the Convention; others did not, or did not work or serve long enough to vest.

I believe it is only proper that we recognize their contribution in more than a symbolic manner. To accomplish this, I have submitted SSHB 45, which vests in the Public Employees Retirement System, those who participated in our Constitutional Convention as elected delegates. The Division of Retirement and Benefits has found only two serving members of the Constitutional Convention who will be affected by this bill. The cost to the PERS will be minimal. This recognition is long overdue.

FISCAL NOTE

REQUEST:

Revision Date: _____ Agency Affected: Administration
 Title: Credited Public Employees' Retirement BRU: Retirement and Benefits
System service for constitutional convention.
 Sponsor: Koponen Components: Retirement and Benefits
 Requestor: _____

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 91	FY 92	FY 93	FY 94	FY 95	FY 96
PERSONAL SERVICES	0	0	0	0	0	0
TRAVEL	0	0	0	0	0	0
CONTRACTUAL	0	0	0	0	0	0
SUPPLIES	0	0	0	0	0	0
EQUIPMENT	0	0	0	0	0	0
LAND & STRUCTURES	0	0	0	0	0	0
GRANTS, CLAIMS	0	0	0	0	0	0
MISCELLANEOUS	0	0	0	0	0	0
TOTAL OPERATING	0	0	0	0	0	0
CAPITAL	0	0	0	0	0	0
REVENUE	0	0	0	0	0	0

FUNDING: (Thousands of Dollars)

GENERAL FUND	0	0	0	0	0	0
FEDERAL FUNDS	0	0	0	0	0	0
OTHER	0	0	0	0	0	0
TOTAL	0	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

ANALYSIS: (Attach a separate page if necessary)

Passage of this bill will have a very small impact on the PERS retirement fund. The effect on the funding ratio and the unfunded liability would be negligible.

Prepared by: Sally Smith, Director *Sally Smith* Phone: 55-4470
 Division: Retirement and Benefits Date: 10 Jan 90
 Approved by Commissioner: Frank S. Baxter *Frank S. Baxter* Date: 1/17/90
 Agency: Department of Administration

Distribution (by preparer):
 Legislative Finance
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