

HB

174

<TARGET><BILL>HB 174</BILL><SUBJECT>HB
174</SUBJECT><COMM>HCRA28</COMM></TARGET>

28-LS0656U
Wayne
4/1/13

CS FOR HOUSE BILL NO. 174()
IN THE LEGISLATURE OF THE STATE OF ALASKA
TWENTY-EIGHTH LEGISLATURE - FIRST SESSION

BY

Offered:
Referred:

Sponsor(s): HOUSE COMMUNITY AND REGIONAL AFFAIRS COMMITTEE

A BILL
FOR AN ACT ENTITLED

1 **"An Act requiring each municipality with a population that decreased by more than 25**
2 **percent between 2000 and 2010 that participates in the defined benefit plan of the Public**
3 **Employees' Retirement System of Alaska to contribute to the system an amount**
4 **calculated by applying a rate of 22 percent of the total of all base salaries paid by the**
5 **municipality to employees of the municipality who are active members of the system**
6 **during a payroll period; reducing the rate of interest payable by a municipality with a**
7 **population that decreased by more than 25 percent between 2000 and 2010 that is**
8 **delinquent in transmitting employee and employer contributions to the defined benefit**
9 **plan of the Public Employees' Retirement System of Alaska; giving retrospective effect**
10 **to the substantive provisions of the Act; and providing for an effective date."**

11 **BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:**

12 *** Section 1. AS 39.35.255(a) is amended to read:**

1 (a) Each employer shall contribute to the system every payroll period an
2 amount calculated by applying a rate of 22 percent of the greater of the total of all base
3 salaries

4 (1) paid by the employer to employees who are active members of the
5 system, including any adjustments to contributions required by AS 39.35.520; or

6 (2) paid by the employer to employees who were active members of
7 the system during the corresponding payroll period for the fiscal year ending June 30,
8 2008, or, if the employer is a municipality in which the population decreased by
9 more than 25 percent between 2000 and 2010, according to the decennial census
10 conducted by the United States Census Bureau, the corresponding payroll period
11 for the fiscal year ending June 30, 2012.

12 * Sec. 2. AS 39.35.610 is amended by adding a new subsection to read:

13 (c) Notwithstanding (a) of this section, if an employer that is delinquent in
14 transferring contributions under (a) of this section is a municipality in which the
15 population decreased by more than 25 percent between 2000 and 2010, according to
16 the decennial census conducted by the United States Census Bureau, interest shall be
17 assessed on the outstanding contributions from the date that the contributions were
18 originally due at a rate that is the lesser of

19 (1) three percentage points above the 12th Federal Reserve District
20 discount rate in effect on January 2 of the calendar year in which the applicable
21 payroll period ended; or

22 (2) a rate specified under a contract between the employer and the
23 administrator.

24 * Sec. 3. The uncodified law of the State of Alaska is amended by adding a new section to
25 read:

26 **RETROACTIVITY.** Sections 1 and 2 of this Act are retroactive to July 1, 2009.

27 * Sec. 4. This Act takes effect immediately under AS 01.10.070(c).

ALASKA STATE LEGISLATURE

Rep. Neal Foster
Rep. Bob Herron
Rep. Kurt Olson
Rep. Lora Reinbold
Rep. Harriet Drummond



State Capitol, Barnes 124
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COMMUNITY & REGIONAL AFFAIRS COMMITTEE

SPONSOR STATEMENT

HB 174 - PERS CONTRIBUTIONS BY MUNICIPALITIES

HB 174 seeks to correct an unintended consequence of the PERS "salary floor" established in SB 125 of the 25th Legislature.

SB 125 changed the PERS system from a 'multiple employer plan' to a 'cost share plan'. That is, SB 125 transferred the individual liability of the 160 PERS employers and consolidated that liability so that all the employers share in that liability.

SB 125 also created what is commonly referred to as the 2008 salary floor. That is, every PERS employer will have a penalty imposed on them if their salary base is below that of 2008. This was instituted to ensure that the system could not be "gamed". This is to keep municipalities from hiring people on a contract basis and, therefore, allowing the base payments into the system from shrinking.

Many municipalities have found themselves under the 2008 floor for a number of years. Most of these are very small remote communities. Some of the affected communities are simply trying to lower their budgets by actively laying-off or not re-hiring due to attrition. Some communities lost employees due to a base closure or a regional clinic closure.

This bill targets those communities whose population has dropped by more than 25% during the previous census. These population declines affect PERS employees in several ways. Some of the residents moving away are municipal PERS employee, property taxes decline as there are fewer home and business owners in the tax base, and fewer employees are needed to serve the reduced population.

HB 174 will address this issue in two ways:

1. Calculate the PERS contribution to their current active employees of those communities that have lost 25% of their population between 2000 and 2010.
2. Provides relief to those communities that are delinquent in transferring contribution if their population decreased by more than 25% between 2000 and 2012.

HB 174 does not intend to repeat the "2008 floor" debate, but to correct one of the unintended consequences caused by the arbitrary line that debate created.

I urge your support of this legislation.

Fiscal Note

State of Alaska
2013 Legislative Session

Bill Version: HB 174
Fiscal Note Number: _____
() Publish Date: _____

Identifier: HB174-DOA-DRB-3-22-13
Title: PERS CONTRIBUTIONS BY MUNICIPALITIES
Sponsor: COMMUNITY & REGIONAL AFFAIRS
Requester: House Community and Regional Affairs Committee

Department: Department of Administration
Appropriation: Centralized Administrative Services
Allocation: Retirement and Benefits
OMB Component Number: 64

Expenditures/Revenues

Note: Amounts do not include inflation unless otherwise noted below. (Thousands of Dollars)

	FY2014 Appropriation Requested	Included in Governor's FY2014 Request	Out-Year Cost Estimates					
			FY 2014	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019
OPERATING EXPENDITURES								
Personal Services								
Travel								
Services								
Commodities								
Capital Outlay								
Grants & Benefits								
Miscellaneous	187.0		176.0	167.0	157.0	148.0	139.0	
Total Operating	187.0	0.0	176.0	167.0	157.0	148.0	139.0	

Fund Source (Operating Only)

1004 Gen Fund	187.0		176.0	167.0	157.0	148.0	139.0
Total	187.0	0.0	176.0	167.0	157.0	148.0	139.0

Positions

Full-time							
Part-time							
Temporary							

Change in Revenues							
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Estimated SUPPLEMENTAL (FY2013) cost: 706.0

Estimated CAPITAL (FY2014) cost: 0.0

ASSOCIATED REGULATIONS

Does the bill direct, or will the bill result in, regulation changes adopted by your agency? no
If yes, by what date are the regulations to be adopted, amended or repealed?

Why this fiscal note differs from previous version:

Not applicable, initial version.

Prepared By: Jim Puckett, Director
Division: Retirement and Benefits
Approved By: Curtis Thayer, Deputy Commissioner
Department of Administration

Phone: (907)465-4471
Date: 03/22/2013 10:06 AM
Date: 03/22/13

FISCAL NOTE ANALYSIS

**STATE OF ALASKA
2013 LEGISLATIVE SESSION**

BILL NO. HB 174

Analysis

This bill eliminates the 2008 salary floor on which PERS employer contributions are based for PERS municipalities that have sustained a 25% decrease in population between 2000 and 2010. The bill also lowers the interest charged for such municipalities on delinquent contributions from one and one-half times the most recent actuarially determined rate of earnings for the plan (12%) to 3 percentage points above the 12th Federal Reserve District Discount rate, which was 0.75% for 2012. The basic impact of the bill is that if a municipality qualifies, its contributions will be based on current payroll and its interest rate on delinquent contributions will be close to 4%, as opposed to 12%.

Buck Consultants, the PERS actuarial consultant, has calculated the financial effects if this bill should pass. Since the bill is retroactive to 2009, it would require forgiveness of all salary floor contributions and fees immediately upon becoming law. Therefore the largest cost would occur in that fiscal year. For the purposes of this fiscal note, the retroactive costs are shown as a supplemental appropriation for the FY 13 budget. Employer rates for the PERS are set in statute at 22% of salary and cannot be increased. The costs associated with this bill would be borne by the State of Alaska under AS 39.35.280 which requires the State to make up any payments to the plan that exceed employer contributions to sufficiently pay the plan's past service liability for each fiscal year.

The table below shows the estimated cost of the bill shows the estimated costs of the bill from FY 14 through FY 19. Dollars are in thousands. Additional information regarding the development of the estimate is included in Buck Consultant's March 1, 2013 attached letter developed for Senate Bill 48, the companion to this bill.

PERS DB Plan	FY13 Approp	FY14	FY15	FY16	FY17	FY18	FY19
Cost due to AS 39.35.255 amendment	\$ 195.0	\$ 187.0	\$ 176.0	\$ 167.0	\$ 157.0	\$ 148.0	\$ 139.0
Cost due to AS 39.35.610 amendment	\$ 511.0	\$ 0.0	\$ 0.0	\$ 0.0	\$ 0.0	\$ 0.0	\$ 0.0
Total increase in cost	\$ 706.0	\$ 187.0	\$ 176.0	\$ 167.0	\$ 157.0	\$ 148.0	\$ 139.0

Cities and Boroughs Impacted by Salary Floor Billings

ER	Employer Name	FY2009 Contrib Due	FY2010 Contrib Due	FY2011 Contrib Due	FY2012 Contrib Due	FY09-FY12 Combined Contrib Due	Count of Years Billed
259	CITY OF ALLAKAKET	1,401.40	1,401.40	1,401.40	1,401.40	5,605.60	4
283	CITY OF ANDERSON	5,875.10	5,875.10	5,875.10	5,875.10	23,500.40	4
186	CITY OF CRAIG	-	-	47,401.67	59,873.55	107,275.22	2
178	CITY OF DILLINGHAM	9,709.69	-	-	-	9,709.69	1
192	CITY OF GALENA	-	115,276.09	139,395.33	164,469.66	419,141.08	3
235	CITY OF HUSLIA	395.56	370.48	101.86	2,756.51	3,624.41	4
237	CITY OF KALTAG	-	1,309.23	1,370.60	-	2,679.83	2
181	CITY OF KETCHIKAN	-	-	4,844.03	-	4,844.03	1
140	CITY OF KOTZEBUE	-	48,645.23	-	-	48,645.23	1
254	CITY OF MEKORYUK	2,424.59	2,698.35	2,698.35	2,698.35	10,519.64	4
241	CITY OF NOORVIK	27,304.87	33,518.82	33,518.82	33,518.82	127,861.33	4
200	CITY OF PELICAN	1,039.90	2,046.10	9,016.37	11,394.41	23,496.78	4
266	CITY OF QUINHAGAK	1,104.96	4,912.89	4,912.89	4,912.89	15,843.63	4
256	CITY OF SAINT GEORGE	-	13,374.45	13,374.45	13,374.45	40,123.35	3
176	CITY OF SAND POINT	-	6,485.24	-	-	6,485.24	1
291	CITY OF SHAKTOOLIK	666.47	-	-	-	666.47	1
169	CITY OF TANANA	1,599.10	-	-	-	1,599.10	1
206	CITY OF THORNE BAY	-	11,113.03	8,393.67	-	19,506.70	2
280	CITY OF TOKSOOK BAY	-	-	-	1,451.07	1,451.07	1
290	CITY OF UPPER KALSKAG	14.65	-	382.83	86.38	483.86	3
202	CITY OF WHITTIER	-	-	13,737.11	-	13,737.11	1
230	ALEUTIANS EAST BOROUGH	2,973.82	4,846.12	53,663.81	85,326.66	146,810.41	4
247	LAKE AND PENINSULA BOROUGH	25,462.96	29,198.70	28,846.18	32,714.49	116,222.33	4

Totals	79,973.07	281,071.23	368,934.47	419,853.74	1,149,832.51
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Count of Cities and Boroughs with Contributions Due	13	15	17	14	23
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PERS Employer Salaries for FY08 - FY12
With FY08 and FY12 Employee Counts

PERS Employer	FY 2008	FY 2008	FY 2009	FY 2010	FY 2011	FY 2012	FY 2012
	EE Count	Base Salaries	Gross Salaries	Gross Salaries	Gross Salaries	Gross Salaries	EE Count
169 - CITY OF TANANA	6	112,363	105,094	161,093	134,375	126,450	< 5
176 - CITY OF SAND POINT	23	849,228	904,847	819,749	1,120,220	1,122,692	32
178 - CITY OF DILLINGHAM	65	2,253,684	2,209,549	2,336,329	2,366,491	2,887,078	67
181 - CITY OF KETCHIKAN	163	8,354,795	9,061,761	8,934,720	8,332,777	8,681,184	137
186 - CITY OF CRAIG	45	1,550,616	1,588,211	1,710,800	1,335,154	1,278,463	40
192 - CITY OF GALENA	35	1,513,365	1,779,982	989,383	879,750	765,776	17
200 - CITY OF PELICAN	5	161,584	156,857	152,283	120,600	109,791	5
202 - CITY OF WHITTIER	22	906,468	980,094	918,370	844,027	911,914	20
206 - CITY OF THORNE BAY	11	403,570	405,930	353,056	365,417	425,503	9
230 - ALEUTIANS EAST BOROUGH	23	1,083,905	1,070,388	1,061,877	839,979	696,057	17
235 - CITY OF HUSLIA	5	138,393	136,595	136,709	137,930	125,863	6
237 - CITY OF KALTAG	< 5	31,137	32,456	25,186	24,907	31,247	< 5
241 - CITY OF NOORVIK	10	152,358	28,245	-	-	-	-
243 - CITY OF ATKA	< 5	50,796	91,472	174,458	131,681	121,532	< 5
247 - LAKE AND PENINSULA BOROUGH	13	416,171	300,430	283,449	285,052	267,469	7
254 - CITY OF MEKORYUK	< 5	12,265	1,244	-	-	-	-
256 - CITY OF SAINT GEORGE	< 5	60,793	555,676	-	-	-	-
259 - CITY OF ALLAKAKET	< 5	6,370	-	-	-	-	-
266 - CITY OF QUINHAGAK	< 5	22,331	17,309	-	-	-	-
280 - CITY OF TOKSOOK BAY	< 5	28,491	29,907	30,270	30,319	21,895	< 5
283 - CITY OF ANDERSON	< 5	26,705	-	-	-	-	-
290 - CITY OF UPPER KALSKAG	< 5	29,622	29,556	30,900	27,882	29,230	< 5
291 - CITY OF SHAKTOOLIK	< 5	25,773	22,744	27,153	25,813	28,674	< 5
All PERS Employers	39,991	1,748,905,777	1,852,253,423	1,947,085,879	2,017,899,861	2,074,659,741	40,437

PERS Employer Salaries for FY08 - FY12
With FY08 and FY12 Employee Counts

PERS Employer	FY 2008 EE Count	FY 2008 Base Salaries	FY 2009 Gross Salaries	FY 2010 Gross Salaries	FY 2011 Gross Salaries	FY 2012 Gross Salaries	FY 2012 EE Count
101 - STATE OF ALASKA	18,248	887,341,021	938,534,114	996,327,680	1,037,930,528	1,070,280,359	18,838
102 - SOUTHWEST REGION SD	103	2,332,222	2,364,292	2,305,441	2,212,882	2,371,907	110
103 - ANNETTE ISLAND SD	28	536,830	579,335	625,669	622,486	723,078	40
104 - BERING STRAIT SD	253	7,200,716	7,415,538	7,936,226	8,081,057	8,504,179	273
105 - CHATHAM SD	37	424,591	380,351	462,288	460,595	482,079	36
106 - ALASKA MUNICIPAL LEAGUE	< 5	181,914	205,964	220,380	229,791	243,801	< 5
107 - CITY OF VALDEZ	109	5,448,143	6,081,779	6,703,158	6,876,387	7,473,732	118
108 - JUNEAU BOROUGH SD	391	9,917,471	10,585,836	11,589,163	12,259,879	12,473,560	379
109 - MATANUSKA-SUSITNA BOROUGH	298	14,252,985	15,790,264	16,747,995	16,813,840	17,492,922	303
110 - MATANUSKA-SUSITNA BOROUGH SD	546	18,648,817	21,207,037	25,239,098	26,885,324	27,500,336	736
111 - ANCHORAGE SD	3,093	82,043,456	87,734,422	95,357,063	98,110,660	98,327,249	3,188
112 - COPPER RIVER SD	59	1,211,014	1,185,003	1,214,766	1,247,895	1,205,801	47
113 - UNIVERSITY OF ALASKA	2,856	127,596,664	127,882,053	128,579,981	126,650,666	126,179,731	2,246
115 - CITY OF KENAI	107	5,535,102	5,987,243	6,414,821	6,680,175	6,988,281	115
116 - FAIRBANKS NORTH STAR BOROUGH	430	20,243,653	20,964,328	22,019,182	22,682,190	22,824,277	420
117 - FAIRBANKS NORTH STAR BOROUGH SD	981	27,804,144	28,690,285	31,563,596	33,599,555	35,116,599	1,030
118 - DENALI BOROUGH SD	39	926,113	915,854	975,537	935,222	1,138,156	47
120 - CITY AND BOROUGH OF SITKA	169	9,275,778	9,967,518	9,847,709	10,128,946	10,184,159	164
121 - CHUGACH SD	14	264,561	334,273	427,819	480,227	352,945	15
122 - KETCHIKAN GATEWAY BOROUGH	111	4,496,728	4,955,915	5,183,876	5,157,188	5,259,715	103
123 - CITY OF SOLDOTNA	59	2,756,757	3,137,561	3,241,990	3,281,149	3,244,400	59
124 - IDITAROD AREA SD	45	927,417	928,434	984,504	903,025	1,078,227	50
125 - KUSPUK SD	72	1,568,014	1,660,177	1,675,820	1,754,695	1,724,056	72
126 - CITY AND BOROUGH OF JUNEAU	612	29,921,000	32,020,282	33,349,084	34,343,664	35,640,642	618
128 - CITY OF KODIAK	133	6,115,285	6,346,054	6,404,563	6,560,660	6,961,252	133
129 - CITY OF FAIRBANKS	107	7,508,115	8,072,045	8,376,857	8,640,290	8,987,992	116
131 - CITY OF WASILLA	127	5,657,732	5,833,733	6,157,027	6,347,488	6,606,275	124
133 - SITKA BOROUGH SD	71	2,008,607	2,229,052	2,325,744	2,422,699	2,579,473	78
134 - CITY OF PALMER	81	3,696,143	4,222,428	4,569,795	4,449,900	4,221,134	86
135 - CITY AND BOROUGH OF WRANGELL	64	2,844,795	3,187,778	3,340,859	3,502,559	3,588,777	71
136 - CITY OF BETHEL	132	5,950,472	6,078,965	6,441,110	6,378,879	6,412,272	119
137 - VALDEZ CITY SD	60	1,837,975	1,971,467	2,031,079	2,206,481	2,198,540	63
138 - HOONAH CITY SD	19	420,844	428,762	451,592	594,625	628,531	25
139 - CITY OF NOME	69	2,357,532	2,412,848	2,553,620	2,656,170	2,920,341	68
140 - CITY OF KOTZEBUE	78	3,681,141	3,885,607	3,460,026	4,116,993	4,048,193	91
141 - GALENA CITY SD	102	3,239,489	3,399,428	3,500,417	3,902,663	3,751,456	107
143 - CITY OF PETERSBURG	97	4,132,112	4,179,224	4,392,233	4,615,692	4,828,735	105
144 - BRISTOL BAY BOROUGH	36	1,539,224	1,800,996	1,999,100	2,129,469	2,243,826	40
145 - NORTH SLOPE BOROUGH	865	43,970,711	47,451,906	50,257,168	57,398,630	60,893,387	1,031
146 - WRANGELL PUBLIC SD	32	677,140	662,000	743,787	852,365	913,025	40
148 - CITY OF CORDOVA	60	2,268,455	2,488,993	2,544,704	2,622,783	2,651,665	62
149 - NOME CITY SD	55	1,861,232	1,767,245	1,723,397	1,835,985	1,991,581	58
151 - CITY OF KING COVE	27	1,011,685	1,048,820	1,081,179	1,062,531	1,111,138	33
152 - ALASKA HOUSING FINANCE CORPORATIC	320	17,991,324	19,143,606	20,154,713	21,311,702	22,373,146	334
153 - LOWER YUKON SD	205	5,231,344	5,973,036	5,924,588	6,146,066	6,251,391	214
154 - NORTHWEST ARCTIC BOROUGH SD	261	6,535,686	6,561,274	7,545,532	7,417,416	6,155,381	183
155 - SOUTHEAST ISLAND SD	46	658,382	675,860	715,704	663,096	627,938	36
156 - PRIBILOF SD	17	452,110	461,740	368,875	379,873	339,180	11
157 - LOWER KUSKOKWIM SD	554	15,859,654	16,223,265	17,018,663	17,197,026	16,946,250	512
158 - KODIAK ISLAND BOROUGH SD	230	5,107,375	5,421,612	5,737,623	5,909,127	6,076,212	223
159 - YUKON FLATS SD	32	552,707	1,003,769	1,151,802	1,254,333	1,144,374	58
160 - YUKON / KOYUKUK SD	87	1,416,758	1,631,343	1,868,753	1,830,822	1,862,342	85
161 - NORTH SLOPE BOROUGH SD	224	8,126,658	9,552,350	11,011,600	10,950,163	11,604,273	251
162 - ALEUTIAN REGION SD	8	195,559	150,152	97,244	137,313	175,804	5
163 - CORDOVA COMMUNITY MEDICAL CENTEF	67	2,451,349	2,669,160	2,685,246	2,402,347	2,361,313	64
164 - LAKE AND PENINSULA BOROUGH SD	102	1,975,177	1,833,175	1,803,850	1,875,599	1,797,568	101
165 - SITKA COMMUNITY HOSPITAL	141	6,009,856	6,235,742	6,419,048	7,267,180	8,359,136	155
166 - TANANA SD	5	136,510	94,573	37,717	84,426	52,849	8
167 - SOUTHEAST REGIONAL RESOURCE CENT	45	1,595,621	1,700,199	1,633,947	1,790,913	1,594,382	38
168 - HYDABURG CITY SD	5	111,476	132,884	96,515	99,365	266,078	13
169 - CITY OF TANANA	6	112,363	105,094	161,093	134,375	126,450	< 5
170 - NORTH PACIFIC FISHERY MGMT COUNCIL	15	1,371,882	1,387,051	1,392,154	1,403,665	1,426,642	13
171 - CITY OF BARROW	44	1,125,664	1,487,132	1,268,942	1,436,617	1,289,533	40
172 - CITY OF SAINT PAUL	40	1,071,249	1,122,928	1,305,862	1,400,033	1,386,309	50
173 - MUNICIPALITY OF ANCHORAGE	2,703	161,180,695	173,976,712	169,566,392	173,186,493	178,868,665	2,434
174 - KODIAK ISLAND BOROUGH	49	2,431,400	2,574,158	2,715,618	2,880,219	2,891,039	55
175 - NOME JOINT UTILITY SYSTEM	14	906,897	798,564	844,574	952,144	933,539	11
176 - CITY OF SAND POINT	23	849,228	904,847	819,749	1,120,220	1,122,692	32
177 - KETCHIKAN GATEWAY BOROUGH SD	184	4,132,518	4,338,442	4,672,736	4,752,349	4,951,355	176
178 - CITY OF DILLINGHAM	65	2,253,684	2,209,549	2,336,329	2,366,491	2,887,078	67
179 - CITY OF UNALASKA	155	8,743,076	9,031,638	9,311,689	9,334,118	9,659,755	163
180 - KENAI PENINSULA BOROUGH	297	14,799,912	15,178,006	17,694,897	17,761,051	18,424,065	305
181 - CITY OF KETCHIKAN	163	8,354,795	9,061,761	8,934,720	8,332,777	8,681,184	137
182 - CITY OF SEWARD	98	4,123,414	4,360,889	4,690,862	4,660,214	4,963,599	94
183 - CITY OF FORT YUKON	12	292,367	317,192	322,482	367,167	435,404	10
184 - BRISTOL BAY BOROUGH SD	26	486,359	498,853	509,118	574,141	501,006	25
185 - CORDOVA CITY SD	36	661,560	776,180	741,770	704,221	676,829	27
186 - CITY OF CRAIG	45	1,550,616	1,588,211	1,710,800	1,335,154	1,278,463	40
187 - PETERSBURG MEDICAL CENTER	89	3,642,392	3,724,275	4,065,540	4,171,755	3,930,483	101
189 - HAINES BOROUGH	74	1,767,790	1,826,494	1,951,055	2,113,996	2,140,704	74
190 - KENAI PENINSULA BOROUGH SD	541	13,730,290	14,430,807	15,942,621	16,403,562	17,382,542	633
191 - CITY OF NORTH POLE	52	2,027,914	2,439,209	2,510,078	2,552,535	2,607,912	48
192 - CITY OF GALENA	35	1,513,365	1,779,982	989,383	879,750	765,776	17
193 - CITY OF NENANA	7	310,782	324,436	328,629	338,532	325,798	9
195 - YUPIIT SD	73	1,930,446	1,675,240	1,900,119	2,117,046	2,136,812	88

PERS Employer Salaries for FY08 - FY12
With FY08 and FY12 Employee Counts

PERS Employer	FY 2008 EE Count	FY 2008 Base Salaries	FY 2009 Gross Salaries	FY 2010 Gross Salaries	FY 2011 Gross Salaries	FY 2012 Gross Salaries	FY 2012 EE Count
196 - NENANA CITY SD	41	1,062,751	1,131,178	1,088,963	1,274,103	1,385,814	48
198 - CITY OF SAXMAN	7	107,971	116,743	111,115	126,633	132,160	5
199 - CITY OF HOONAH	23	764,304	821,761	847,206	873,694	995,397	24
200 - CITY OF PELICAN	5	161,584	156,857	152,283	120,600	109,791	5
202 - CITY OF WHITTIER	22	906,468	980,084	918,370	844,027	911,914	20
203 - ANCHORAGE COMMUNITY DEVELOP AUTI	55	1,563,498	1,558,354	1,648,470	1,684,507	1,838,348	58
204 - CRAIG CITY SD	50	762,589	949,621	1,012,994	1,005,084	977,304	43
205 - DILLINGHAM CITY SD	53	1,399,554	1,635,047	1,558,033	1,357,206	1,506,215	46
206 - CITY OF THORNE BAY	11	403,570	405,930	353,056	365,417	425,503	9
208 - CITY OF AKUTAN	11	309,276	355,116	400,873	554,737	469,790	12
209 - UNALASKA CITY SD	34	853,476	894,445	945,594	995,894	1,090,538	31
211 - KASHUNAMIUT SD	49	1,153,516	1,293,020	1,455,852	1,636,526	1,546,957	56
215 - CITY OF HOMER	107	5,558,405	5,904,470	5,805,470	5,841,402	5,878,126	111
218 - SPECIAL EDUCATION SERVICE AGENCY	9	258,711	251,094	386,252	377,467	355,777	13
219 - BARTLETT REGIONAL HOSPITAL	466	22,192,148	24,409,980	26,590,442	28,418,686	29,291,100	478
220 - NORTHWEST ARCTIC BOROUGH	28	1,274,446	1,512,839	1,700,009	1,968,292	2,216,215	44
221 - SAINT MARY'S SD	19	398,874	443,763	427,431	506,929	487,969	20
223 - BRISTOL BAY RHA	39	1,280,244	1,324,739	1,512,281	1,597,649	1,516,005	35
224 - COPPER RIVER BASIN RHA	8	362,711	424,546	530,096	583,224	626,495	14
225 - SKAGWAY CITY SD	8	316,099	346,751	367,195	305,272	281,335	7
227 - CITY OF KLAUWOCK	20	563,057	571,811	676,734	687,027	664,828	23
228 - PETERSBURG CITY SD	42	904,531	962,084	1,017,414	962,382	978,031	38
230 - ALEUTIANS EAST BOROUGH	23	1,083,905	1,070,388	1,061,877	839,979	696,057	17
232 - BERING STRAITS CRSA	-	-	-	-	13,462	1,923	< 5
235 - CITY OF HUSLIA	5	138,393	136,595	136,709	137,930	125,863	6
237 - CITY OF KALTAG	< 5	31,137	32,456	25,186	24,907	31,247	< 5
240 - HAINES BOROUGH SD	35	662,587	775,589	854,564	855,162	824,938	36
241 - CITY OF NOORVIK	10	152,358	28,245	-	-	-	-
242 - CITY OF ELIM	< 5	3,573	14,006	19,178	19,339	22,261	< 5
243 - CITY OF ATKA	< 5	50,796	91,472	174,458	131,681	121,532	< 5
244 - ALEUTIANS EAST BOROUGH SD	40	695,838	767,204	821,079	906,746	890,968	43
245 - ALEUTIANS WEST CRSA	< 5	53,648	50,950	55,295	60,568	-	-
246 - DELTAIGREELY SD	45	1,377,498	1,455,993	1,610,490	1,671,857	1,767,750	55
247 - LAKE AND PENINSULA BOROUGH	13	416,171	300,430	283,449	285,052	267,469	7
248 - CITY AND BOROUGH OF YAKUTAT	17	700,300	719,656	714,757	741,838	785,752	16
249 - CITY OF UNALAKLEET	8	291,375	456,309	457,731	512,059	466,852	13
251 - KLAUWOCK CITY SD	24	423,405	447,795	462,422	516,679	540,007	23
254 - CITY OF MEKORYUK	< 5	12,265	1,244	-	-	-	-
255 - ALASKA GATEWAY SD	63	1,018,524	958,152	1,068,425	1,267,276	1,379,249	62
256 - CITY OF SAINT GEORGE	< 5	60,793	555,676	-	-	-	-
257 - PELICAN CITY SD	< 5	107,980	75,840	98,422	76,898	64,483	< 5
258 - DENALI BOROUGH	19	361,669	397,487	431,652	452,903	520,784	15
259 - CITY OF ALLAKAKET	< 5	6,370	-	-	-	-	-
260 - CITY OF KACHEMAK	< 5	18,530	19,120	20,570	20,220	20,890	< 5
262 - COOK INLET HOUSING AUTHORITY	102	4,587,406	4,884,623	5,652,682	6,295,940	6,787,925	158
263 - INTERIOR RHA	25	1,006,171	994,933	1,274,394	1,393,998	1,554,603	32
264 - YAKUTAT SD	12	289,941	322,796	348,462	351,928	369,895	10
265 - KAKE CITY SD	18	385,444	380,473	370,964	363,104	424,541	18
266 - CITY OF QUINHAGAK	< 5	22,331	17,309	-	-	-	-
267 - ALEUTIAN HOUSING AUTHORITY	20	977,553	1,080,686	1,258,321	1,020,810	1,265,561	20
270 - BERING STRAITS RHA	17	886,844	1,115,963	1,243,214	1,460,234	1,402,863	21
271 - CITY OF EGEGIK	< 5	73,331	74,995	78,754	80,006	83,341	< 5
275 - ILISAGVIK COLLEGE	94	4,562,286	4,574,780	4,503,879	4,788,180	5,322,057	110
276 - NORTH PACIFIC RIM HA	31	1,278,073	1,163,857	1,210,867	1,227,017	1,237,911	27
278 - SAXMAN SEAPORT	< 5	70,626	53,828	35,760	35,120	34,776	< 5
279 - TLINGIT-HAIDA RHA	47	2,811,633	3,029,224	3,193,853	3,403,962	3,823,364	63
280 - CITY OF TOKSOOK BAY	< 5	28,491	29,907	30,270	30,319	21,895	< 5
281 - BARANOF ISLAND HA	10	479,327	421,963	524,257	600,522	662,388	14
282 - CITY OF DELTA JUNCTION	7	239,452	291,450	318,778	280,002	245,356	5
283 - CITY OF ANDERSON	< 5	26,705	-	-	-	-	-
284 - INTER-ISLAND FERRY AUTHORITY	26	1,142,589	1,238,331	1,194,429	1,229,318	1,036,021	26
286 - CITY OF SELDOVIA	< 5	80,578	85,873	88,355	89,493	85,836	< 5
288 - NORTHWEST INUPIAT HOUSING AUTHORI	18	933,383	957,136	1,043,549	1,185,206	1,306,494	21
280 - CITY OF UPPER KALSKAG	< 5	29,622	29,556	30,900	27,882	29,230	< 5
291 - CITY OF SHAKTOOLIK	< 5	25,773	22,744	27,153	25,813	28,674	< 5
293 - TAGIUGMIULLU NUNAMIULLU HOUSING AI	34	1,401,029	1,509,960	1,400,825	1,462,633	1,343,763	21
296 - MUNICIPALITY OF SKAGWAY	43	1,821,086	2,592,564	2,888,987	2,929,586	3,030,076	51
297 - CITY OF NULATO	8	9,188	127,836	119,573	130,366	122,535	7
298 - CITY OF ANIAK	-	-	71,166	119,531	135,818	76,340	5
All PERS Employers	39,991	1,748,905,777	1,852,253,423	1,947,085,679	2,017,889,861	2,074,659,741	40,437

TOTAL ACTIVE PERS EMPLOYEES BY PERS EMPLOYERS STATE OF ALASKA AND NON STATE POLITICAL SUBDIVISIONS

COMPILED ON DECEMBER 21, 2012

by Angie Houston, IT Project Specialist

FUND	EMPLOYER NUMBER	EMPLOYER NAME	NUMBER OF EMPLOYEES
P	101	STATE OF ALASKA	16,922
P	102	SOUTHWEST REGION SD	103
P	103	ANNETTE ISLAND SD	42
P	104	BERING STRAIT SD	240
P	105	CHATHAM SD	42
P	106	ALASKA MUNICIPAL LEAGUE	3
P	107	CITY OF VALDEZ	108
P	108	JUNEAU BOROUGH SD	327
P	109	MATANUSKA-SUSITNA BOROUGH	266
P	110	MATANUSKA-SUSITNA BOROUGH SD	711
P	111	ANCHORAGE SD	2,823
P	112	COPPER RIVER SD	43
P	113	UNIVERSITY OF ALASKA	1,926
P	114	CITY OF HAINES	0
P	115	CITY OF KENAI	104
P	116	FAIRBANKS NORTH STAR BOROUGH	370
P	117	FAIRBANKS NORTH STAR BOROUGH SD	962
P	118	DENALI BOROUGH SD	39
P	119	UNIVERSITY OF AK GEOPHYSICAL INSTITUTE	0
P	120	CITY AND BOROUGH OF SITKA	158
P	121	CHUGACH SD	11
P	122	KETCHIKAN GATEWAY BOROUGH	91
P	123	CITY OF SOLDOTNA	55
P	124	IDITAROD AREA SD	39
P	125	KUSPUK SD	63
P	126	CITY AND BOROUGH OF JUNEAU	538
P	127	ALASKA STATE BUILDING AUTHORITY	0

	TOTAL
NON STATE	19,233
STATE	16,922
GRAND TOTAL	36,155

TOTAL ACTIVE PERS EMPLOYEES BY PERS EMPLOYERS STATE OF ALASKA AND NON STATE POLITICAL SUBDIVISIONS

COMPILED ON DECEMBER 21, 2012
by Angie Houston, IT Project Specialist

FUND	EMPLOYER NUMBER	EMPLOYER NAME	NUMBER OF EMPLOYEES
P	128	CITY OF KODIAK	114
P	129	CITY OF FAIRBANKS	106
P	130	FAIRBANKS MUNICIPAL UTILITY SYSTEM	0
P	131	CITY OF WASILLA	115
P	132	CITY OF SKAGWAY	0
P	133	SITKA BOROUGH SD	90
P	134	CITY OF PALMER	71
P	135	CITY AND BOROUGH OF WRANGELL	64
P	136	CITY OF BETHEL	100
P	137	VALDEZ CITY SD	57
P	138	HOONAH CITY SD	31
P	139	CITY OF NOME	52
P	140	CITY OF KOTZEBUE	66
P	141	GALENA CITY SD	102
P	142	KING COVE SD	0
P	143	CITY OF PETERSBURG	89
P	144	BRISTOL BAY BOROUGH	35
P	145	NORTH SLOPE BOROUGH	848
P	146	WRANGELL PUBLIC SD	38
P	147	ALASKA UNORGANIZED BOROUGH SCHOOLS	0
P	148	CITY OF CORDOVA	50
P	149	NOME CITY SD	54
P	150	TERMINATED EMPLOYERS	0
P	151	CITY OF KING COVE	29
P	152	ALASKA HOUSING FINANCE CORPORATION	303
P	153	LOWER YUKON SD	199
P	154	NORTHWEST ARCTIC BOROUGH SD	161

TOTAL ACTIVE PERS EMPLOYEES BY PERS EMPLOYERS STATE OF ALAKSA AND NON STATE POLITICAL SUBDIVISIONS

COMPILED ON DECEMBER 21, 2012

by Angie Houston, IT Project Specialist

FUND	EMPLOYER NUMBER	EMPLOYER NAME	NUMBER OF EMPLOYEES
P	155	SOUTHEAST ISLAND SD	45
P	156	PRIBILOF SD	13
P	157	LOWER KUSKOKWIM SD	474
P	158	KODIAK ISLAND BOROUGH SD	201
P	159	YUKON FLATS SD	56
P	160	YUKON / KOYUKUK SD	96
P	161	NORTH SLOPE BOROUGH SD	217
P	162	ALEUTIAN REGION SD	4
P	163	CORDOVA COMMUNITY MEDICAL CENTER	53
P	164	LAKE AND PENINSULA BOROUGH SD	87
P	165	SITKA COMMUNITY HOSPITAL	137
P	166	TANANA SD	8
P	167	SOUTHEAST REGIONAL RESOURCE CENTER	31
P	168	HYDABURG CITY SD	15
P	169	CITY OF TANANA	4
P	170	NORTH PACIFIC FISHERY MGMT COUNCIL	12
P	171	CITY OF BARROW	31
P	172	CITY OF SAINT PAUL	32
P	173	MUNICIPALITY OF ANCHORAGE	2,162
P	174	KODIAK ISLAND BOROUGH	47
P	175	NOME JOINT UTILITY SYSTEM	11
P	176	CITY OF SAND POINT	25
P	177	KETCHIKAN GATEWAY BOROUGH SD	158
P	178	CITY OF DILLINGHAM	50
P	179	CITY OF UNALASKA	138
P	180	KENAI PENINSULA BOROUGH	278
P	181	CITY OF KETCHIKAN	123

TOTAL ACTIVE PERS EMPLOYEES BY PERS EMPLOYERS STATE OF ALAKSA AND NON STATE POLITICAL SUBDIVISIONS

COMPILED ON DECEMBER 21, 2012

by Angie Houston, IT Project Specialist

FUND	EMPLOYER NUMBER	EMPLOYER NAME	NUMBER OF EMPLOYEES
P	182	CITY OF SEWARD	87
P	183	CITY OF FORT YUKON	11
P	184	BRISTOL BAY BOROUGH SD	22
P	185	CORDOVA CITY SD	32
P	186	CITY OF CRAIG	32
P	187	PETERSBURG MEDICAL CENTER	90
P	188	SAND POINT SD	0
P	189	HAINES BOROUGH	67
P	190	KENAI PENINSULA BOROUGH SD	575
P	191	CITY OF NORTH POLE	43
P	192	CITY OF GALENA	21
P	193	CITY OF NENANA	7
P	194	HAINES BOROUGH	0
P	195	YUPIIT SD	82
P	196	NENANA CITY SD	41
P	197	CITY OF UNALAKLEET	0
P	198	CITY OF SAXMAN	5
P	199	CITY OF HOONAH	18
P	200	CITY OF PELICAN	4
P	201	CITY OF KAKE	0
P	202	CITY OF WHITTIER	16
P	203	ANCHORAGE COMMUNITY DEVELOP AUTHORITY	45
P	204	CRAIG CITY SD	38
P	205	DILLINGHAM CITY SD	48
P	206	CITY OF THORNE BAY	8
P	207	CITY OF SCAMMON BAY	0
P	208	CITY OF AKUTAN	13

TOTAL ACTIVE PERS EMPLOYEES BY PERS EMPLOYERS STATE OF ALAKSA AND NON STATE POLITICAL SUBDIVISIONS

COMPILED ON DECEMBER 21, 2012
by Angie Houston, IT Project Specialist

FUND	EMPLOYER NUMBER	EMPLOYER NAME	NUMBER OF EMPLOYEES
P	209	UNALASKA CITY SD	31
P	210	CITY OF STEBBINS	0
P	211	KASHUNAMIUT SD	64
P	212	SEWARD GENERAL HOSPITAL	0
P	213	CITY OF WAINWRIGHT	0
P	214	CITY OF SAINT MARY'S	0
P	215	CITY OF HOMER	94
P	216	CITY OF RUBY	0
P	217	CITY OF EMMONAK	0
P	218	SPECIAL EDUCATION SERVICE AGENCY	7
P	219	BARTLETT REGIONAL HOSPITAL	409
P	220	NORTHWEST ARCTIC BOROUGH	28
P	221	SAINT MARY'S SD	20
P	222	CITY OF SELAWIK	0
P	223	BRISTOL BAY RHA	35
P	224	COPPER RIVER BASIN RHA	12
P	225	SKAGWAY CITY SD	5
P	226	CITY OF HOOPER BAY	0
P	227	CITY OF KLAWOCK	21
P	228	PETERSBURG CITY SD	37
P	229	BRISTOL BAY CRSA	0
P	230	ALEUTIANS EAST BOROUGH	14
P	231	CITY OF KIVALINA	0
P	232	BERING STRAITS CRSA	0
P	233	CITY OF SHISHMAREF	0
P	234	ADAK REGION SD	0
P	235	CITY OF HUSLIA	5

TOTAL ACTIVE PERS EMPLOYEES BY PERS EMPLOYERS STATE OF ALAKSA AND NON STATE POLITICAL SUBDIVISIONS

COMPILED ON DECEMBER 21, 2012

by Angie Houston, IT Project Specialist

FUND	EMPLOYER NUMBER	EMPLOYER NAME	NUMBER OF EMPLOYEES
P	236	CITY OF MOUNTAIN VILLAGE	0
P	237	CITY OF KALTAG	1
P	238	CITY OF KOYUK	0
P	239	CITY OF LOWER KALSKAG	0
P	240	HAINES BOROUGH SD	37
P	241	CITY OF NOORVIK	4
P	242	CITY OF ELIM	2
P	243	CITY OF ATKA	3
P	244	ALEUTIANS EAST BOROUGH SD	56
P	245	ALEUTIANS WEST CRSA	0
P	246	DELTA/GREELY SD	56
P	247	LAKE AND PENINSULA BOROUGH	7
P	248	CITY AND BOROUGH OF YAKUTAT	15
P	249	CITY OF UNALAKLEET	10
P	250	DIOMEDE JOINT UTILITIES	0
P	251	KLAWOCK CITY SD	25
P	252	CITY OF OLD HARBOR	0
P	253	CITY OF GRAYLING	0
P	254	CITY OF MEKORYUK	0
P	255	ALASKA GATEWAY SD	55
P	256	CITY OF SAINT GEORGE	2
P	257	PELICAN CITY SD	2
P	258	DENALI BOROUGH	14
P	259	CITY OF ALLAKAKET	1
P	260	CITY OF KACHEMAK	1
P	261	CITY OF NUIQSUT	0
P	262	COOK INLET HOUSING AUTHORITY	109

- TOTAL ACTIVE PERS EMPLOYEES BY PERS EMPLOYERS STATE OF ALAKSA AND NON STATE POLITICAL SUBDIVISIONS

COMPILED ON DECEMBER 21, 2012
by Angie Houston, IT Project Specialist

FUND	EMPLOYER NUMBER	EMPLOYER NAME	NUMBER OF EMPLOYEES
P	263	INTERIOR RHA	30
P	264	YAKUTAT SD	11
P	265	KAKE CITY SD	17
P	266	CITY OF QUINHAGAK	1
P	267	ALEUTIAN HOUSING AUTHORITY	18
P	268	CITY OF MARSHALL	0
P	269	ANCHORAGE TELEPHONE UTILITY	0
P	270	BERING STRAITS RHA	18
P	271	CITY OF EGEGIK	1
P	272	CITY OF POINT HOPE	0
P	273	CITY OF ANAKTUVUK PASS	0
P	274	CENALIULRIIT CRSA	0
P	275	ILISAGVIK COLLEGE	84
P	276	NORTH PACIFIC RIM HA	23
P	277	CITY OF KAKE	0
P	278	SAXMAN SEAPORT	0
P	279	TLINGIT-HAIDA RHA	49
P	280	CITY OF TOKSOOK BAY	2
P	281	BARANOF ISLAND HA	13
P	282	CITY OF DELTA JUNCTION	6
P	283	CITY OF ANDERSON	0
P	284	INTER-ISLAND FERRY AUTHORITY	23
P	285	CITY OF HOOPER BAY	3
P	286	CITY OF SELDOVIA	2
P	287	CITY OF KOYUK	0
P	288	NORTHWEST INUPIAT HOUSING AUTHORITY	19
P	289	CITY OF ANGOON	0

TOTAL ACTIVE PERS EMPLOYEES BY PERS EMPLOYERS STATE OF ALAKSA AND NON STATE POLITICAL SUBDIVISIONS

COMPILED ON DECEMBER 21, 2012

by Angie Houston, IT Project Specialist

FUND	EMPLOYER NUMBER	EMPLOYER NAME	NUMBER OF EMPLOYEES
P	290	CITY OF UPPER KALSKAG	2
P	291	CITY OF SHAKTOOLIK	2
P	292	CITY OF EEK	0
P	293	TAGIUGMIULLU NUNAMIULLU HOUSING AUTHORIT	18
P	294	CITY OF MOUNTAIN VILLAGE	0
P	296	MUNICIPALITY OF SKAGWAY	46
P	297	CITY OF NULATO	6
P	298	CITY OF ANIAK	6

David Scott

From: Puckett, Jim P (DOA) <jim.puckett@alaska.gov>
Sent: Sunday, March 10, 2013 3:05 PM
To: David Scott
Cc: Thayer, Curtis W (DOA); Barnhill, Michael A (DOA); Mills, Andy J (DOA); Lea, Kathleen S (DOA)
Subject: SB48

Mr. Scott,

The following communities have lost 25% or more of their population between 2000 and 2010: Galena, Pelican, Atka, Anderson, and St. George. The cities of Anderson and St. George do not currently have any active PERS eligible positions.

Let me know if you need anything else.

Jim Puckett
Division Director
Alaska Division of Retirement & Benefits
jim.puckett@alaska.gov
(907) 465-4471

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For your protection my response to you may be sent in an encrypted email if it contains personal or financial information. If so, you will receive an email notification that you have received a secure email from the State of Alaska with instructions how to access it.

From: David Scott <David.Scott@akleg.gov>
Date: March 8, 2013, 3:47:41 PM MST
To: "curtis.thayer@alaska.gov" <curtis.thayer@alaska.gov>
Cc: "mike.barnhill@alaska.gov" <mike.barnhill@alaska.gov>
Subject: Fwd: SB 48 Scheduling Memo

Hi fellas:

SB 48 will be heard on Tuesday. Can we get a list of those communities that will be affected? Namely, those communities that have lost 25% between 2000-2010.

Thanks.

David Scott
Office of Sen. Donny Olson

Sent from my iPhone.
Please excuse any typos.

28-LS0656A
Wayne
3/13/13

HOUSE BILL NO.

IN THE LEGISLATURE OF THE STATE OF ALASKA
TWENTY-EIGHTH LEGISLATURE - FIRST SESSION

BY THE HOUSE COMMUNITY AND REGIONAL AFFAIRS COMMITTEE

**Introduced:
Referred:**

A BILL

FOR AN ACT ENTITLED

1 **"An Act requiring each municipality with a population that decreased by more than 25**
2 **percent between 2000 and 2010 that participates in the defined benefit plan of the Public**
3 **Employees' Retirement System of Alaska to contribute to the system an amount**
4 **calculated by applying a rate of 22 percent of the total of all base salaries paid by the**
5 **municipality to employees of the municipality who are active members of the system**
6 **during a payroll period; reducing the rate of interest payable by a municipality with a**
7 **population that decreased by more than 25 percent between 2000 and 2010 that is**
8 **delinquent in transmitting employee and employer contributions to the defined benefit**
9 **plan of the Public Employees' Retirement System of Alaska; giving retrospective effect**
10 **to the substantive provisions of the Act; and providing for an effective date."**

11 **BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:**

12 *** Section 1.** AS 39.35.255 is amended by adding a new subsection to read:

1 (i) Notwithstanding (a) of this section, an employer that is a municipality shall
2 contribute an amount calculated under (a)(1) of this section if the population of the
3 municipality decreased by more than 25 percent between 2000 and 2010 according to
4 the decennial census conducted by the United States Census Bureau.

5 * **Sec. 2.** AS 39.35.610 is amended by adding a new subsection to read:

6 (c) Notwithstanding (a) of this section, if an employer that is delinquent in
7 transferring contributions under (a) of this section is a municipality in which the
8 population decreased by more than 25 percent between 2000 and 2010, according to
9 the decennial census conducted by the United States Census Bureau, interest shall be
10 assessed on the outstanding contributions from the date that the contributions were
11 originally due at a rate that is the lesser of

12 (1) three percentage points above the 12th Federal Reserve District
13 discount rate in effect on January 2 of the calendar year in which the applicable
14 payroll period ended; or

15 (2) a rate specified under a contract between the employer and the
16 administrator.

17 * **Sec. 3.** The uncodified law of the State of Alaska is amended by adding a new section to
18 read:

19 **RETROACTIVITY.** Sections 1 and 2 of this Act are retroactive to July 1, 2009.

20 * **Sec. 4.** This Act takes effect immediately under AS 01.10.070(c).