

Leg. Finance - Finance Comte Files (1971-72) 8879

SB 258 cont., 284, 264, 270, 275

RS

The Legislature of the State of Alaska
FISCAL NOTE
Second Session - Sixth State Legislature

I. REQUEST

Bill Identification: Senate Bill 194
 Title: An act establishing a fifth district of the superior court
 Requested by: Legislative Finance Date: 1/10/72
 Return Date Requested: 1/24/72
 Agency: Alaska Court System Program: Administration of Justice

II. FISCAL DETAIL

Budget Request Unit(s) Affected: _____

A. EXPENDITURES: (Thousands of dollars)

OBJECT	FY 72	FY 73	FY 74	FY 75	FY 76	FY 77
100 PERSONAL SERVICES	87,000	95,700	105,300	115,800	127,400	140,100
200 TRAVEL	10,000	11,000	12,100	13,300	14,600	16,100
300 CONTRACTUAL	174,900	192,400	211,600	232,800	256,100	281,700
400 COMMODITIES	2,000	2,200	2,400	2,600	2,900	3,200
500 EQUIPMENT	12,800	14,100	15,500	17,100	18,800	20,700
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL	286,700	315,400	346,900	381,600	419,800	461,800

B. FUNDING: (Thousands of dollars)

GENERAL FUND	286,700	315,400	346,900	381,600	419,800	461,800
FEDERAL FUNDS						
OTHER						

C. POSITIONS:

PERMANENT/TEMPORARY	4 /	4 /	4 /	4 /	4 /	4 /
MAN MONTHS (P./T.)	48 /	48 /	48 /	48 /	48 /	48 /

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

Five year projection @ 10% annual increase. (RS)

IV. ATTACHMENTS ^① Supplement I

^② Staff comments

V. DATE: Jan 17 1972 PREPARED BY: [Signature]

Original: Legislative Finance
 cc: Budget and Management
 Prime Sponsor (First Legislator Named)

SUPPLEMENT TO FISCAL NOTE FOR SB 194
 Establishing a fifth district of the superior court

100	Personnel	Judge	Salary 33,000 Empl. Ben. 5,610	38,610
		Clerk of Court I	Salary Range 14 15,192 Empl. Ben. 2,583	17,775
		Secretary III	Salary Range 12 13,104 Empl. Ben. 2,228	15,332
		Dep. Clerk of Court III	Salary Range 12 13,104 Empl. Ben. 2,228	<u>15,332</u>
				87,049
			Less rounding	<u>-49</u>
				87,000
200	Travel	Travel of judge and staff to remote areas for trials		10,000
300	Contractual			
		Communications	1,400	
		Repairs and Service	200	
		Trans. of new hire	1,500	
		Rental of space	136,800*	
		Jury Costs	35,000	174,900
400	Commodities			
		Office Supplies		2,000
500	Equipment			
		Judge:		
		1 Executive desk	325	
		1 Swivel chair	225	
		2 Bookcases @113	226	
		4 Side chairs @ 171	684	
		1 Conference table	200	
		1 Filing cabinet	154	
		1 Coatrack	50	
		1 Dictating Unit	495	
		1 Dictating Unit Portable	450	
		1 Transcribing Unit	495	
		1 Dictaphone Recording Equipment	3,200	
		1 Flag with standards	115	
		12 Folding chairs @9	108	
		1 Receipt machine	100	
		1 Time stamp	400	
		1 Copy machine	<u>450</u>	7,677
		Clerk of Court I		
		1 Executive desk	220	
		1 Swivel chair	110	
		1 Typewriter	549	
		2 Side chairs @40	80	
		1 Coatrack	50	
		2 Filing cabinets @125	250	
		1 Bookcase	100	
		1 Work table	<u>200</u>	1,559

500 Equipment (Continued)

Secretary		
1 Pedestal desk	220	
1 Steno chair	45	
1 Typewriter	549	
1 Adding machine	350	
1 Work table	200	
2 Side chairs @171	342	
1 Coatrack	50	
1 Fireproof file	350	
2 Filing cabinets @105	<u>210</u>	2,316

Deputy Clerk of Court III		
1 Executive desk	220	
1 Swivel chair	110	
1 Typewriter	549	
2 Side chairs @40	80	
1 Coatrack	50	
1 Filing cabinet	125	
1 Bookcase	<u>100</u>	<u>1,234</u>

Rounding	<u>14</u>	12,800
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*Cost of space predicated on availability of 12,000 square feet @.95 per square foot per month in a building.

STATE OF ALASKA

THE LEGISLATURE

BUDGET AND AUDIT COMMITTEE · JUNEAU 99801

AUDIT DIVISION
POUCH W — ALASKA OFFICE BUILDING

FINANCE DIVISION
POUCH WF — STATE CAPITOL

MEMORANDUM

TO: Rich Guthrie
Senate Fiscal Analyst

DATE: January 20, 1972

FROM: Glenn K. Vernon
Fiscal Analyst

SUBJ: Fiscal Implications
of Senate Bill No. 194.

In reply to your request for comments concerning possible fiscal implications of Senate Bill No. 194, I offer the following observations:

1. The fiscal note prepared by the Alaska Court System anticipates the necessity of creating an additional Superior Court Judgeship to handle the new judicial district proposed by Senate Bill No. 194. I believe this assumption can be challenged in that no additional workload will be created as a result of a realignment of judicial districts. Presently, the Fourth Judicial District - which would be affected most by the proposed bill - has three Superior Court Judges. Senate Bill No. 194, if enacted, would drastically reduce the size of the Fourth Judicial District. I question the continued need for three Superior Court Judges in the Fourth District after having removed such areas as Bethel and McGrath from that jurisdiction. My feelings about this are largely tempered by information I have received indicating that the Superior Courts are not presently over-loaded in this state. If, in fact, additional judges are needed in the Court System, it would appear the need is at the District Court level rather than in the Superior Courts.
2. If an additional Judicial District is created in the state, what will be the effect in terms of requests for additional District Judges and related support personnel? Also, what physical facilities will eventually be required to house the officers and staff of the new district? The fiscal note prepared by the Court System does not comment on any of these probable eventualities.

3. Certain item costs presented in the fiscal note prepared by the Court System appear excessive. For instance, the fiscal note anticipates a need for ,000 sq. ft. at a cost of \$.95/sq. ft. per month. Both amount of space and unit cost appears high. I also believe that the position of Deputy Clerk of Court could be deleted without seriously hampering the operation (assuming that any new personnel are required at all!), at a savings of about \$25,000.

GKV/ds



RECORDS



CERTIFICATION

I, the undersigned, an employee of the State of Alaska, do hereby certify that the microfilm images on this microform are accurate reproductions of the original records of the State of Alaska as accumulated during the regular course of business, and that it is the established policy and practice of this State to microfilm its records and to dispose of the original records after microfilm reproductions have been made.

James D. Smith
Signature of Camera Operator

4/4/89
Date

Introduced: 1/17/72
Referred: Local Government;
Finance

BY YOUNG, CHRISTIANSEN, GROH,
HENSLEY, JOSEPHSON, PALMER,
POLAND, RADER, HAMMOND, CROFT

1 IN THE SENATE

2 SENATE BILL NO. 284

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 SEVENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act creating the Alaska Regional Corporation
7 Organizational Loan Fund."

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

9 * Section 1. AS 44.19 is amended by adding new sections to read:

10 Sec. 44.19.341. DECLARATION OF PURPOSE. It is the purpose of
11 secs. 341 - 348 of this chapter to make available low interest loans
12 to promote and facilitate the creation and organization by the 12
13 existing regional Alaska Native associations of the 12 regional
14 corporations required to be organized under sec. 7 of the Alaska
15 Native Claims Settlement Act, P.L. 92-203, and the creation of which
16 is a condition precedent to the receipt of the initial money payment
17 from the Alaska Native Fund under sec. 6, P.L. 92-203.

18 Sec. 44.19.342. ALASKA REGIONAL CORPORATION ORGANIZATIONAL LOAN
19 FUND CREATED. There is created the Alaska regional corporation
20 organizational loan fund in the Local Affairs Agency, which may not
21 exceed \$5,625,000, to carry out the purposes of secs. 341 - 348 of
22 this chapter.

23 Sec. 44.19.343. LOANS. Upon proper application by an existing
24 regional Native association listed in sec. 7, P.L. 92-203, the agency
25 shall make a loan to that association for the purpose of creating and
26 organizing a regional corporation in order to qualify for the first
27 fiscal year money available to regional corporations from the Alaska
28 Native Fund under sec. 6, P.L. 92-203.

29 Sec. 44.19.344. DUTIES OF THE AGENCY. The Local Affairs Agency

STATE OF ALASKA

THE LEGISLATURE

BUDGET AND AUDIT COMMITTEE

file
AUDIT DIVISION
POUCH W — ALASKA OFFICE BUILDING

FINANCE DIVISION
POUCH WF — STATE CAPITOL

JUNEAU 99801

M E M O R A N D U M

TO: Warren Wiley, Admin. Assist. DATE: 4/13/72
Office of the Governor
ATTN: Local Affairs Agency

FROM: LEGISLATIVE FINANCE SUBJ: FISCAL NOTE REQUEST
ROOM 407
CAPITOL BUILDING

PLEASE COMPLETE THE ATTACHED FISCAL NOTE FOR SB 284,
AND RETURN IT TO OUR OFFICE BY 4/19/72.

IN ADDITION TO THE GENERAL INSTRUCTIONS REGARDING FISCAL
NOTE PREPARATION (REFERENCE OUR MEMO OF 12/15/71),
PLEASE OBSERVE THE FOLLOWING:

1. Tentative organizational, administrative, and cost requirements?
2. Coordinate with the Departments of Administration and Revenue regarding initial capitalization and repayment of the loan fund. Outline the proposed procedures.
3. Other comments or recommendations?

TIMELY RETURN OF THIS INFORMATION IS REQUESTED. HOWEVER,
IF ADDITIONAL PREPARATION TIME IS REQUIRED, NOTIFY OUR OFFICE
AS SOON AS POSSIBLE IN ORDER THAT DISCUSSION OF THE PROPOSED LEG-
ISLATION MAY BE RESCHEDULED TO A LATER DATE.

ATTACHMENTS: (1) FISCAL NOTE
(2) COPY OF BILL VERSION

CC: BUDGET & MANAGEMENT

CORRECTION

**THIS DOCUMENT
HAS BEEN REPHOTOGRAPHED
TO ASSURE LEGIBILITY**

Introduced: 1/17/72
Referred: Local Government;
Finance

BY YOUNG, CHRISTIANSEN, GROH,
HENSLEY, JOSEPHSON, PALMER,
POLAND, RADER, HAMMOND, CROFT

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4 SEVENTH LEGISLATURE - SECOND SESSION

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26 organizing a regional corporation in order to qualify for the first
27 fiscal year money available to regional corporations from the Alaska
28 Native Fund under sec. 6, P.L. 92-203.

29 Sec. 44.19.344. DUTIES OF THE AGENCY. The Local Affairs Agency

1 shall

2 (1) administer the loan fund;

3 (2) adopt and enforce regulations necessary to carry out the
4 purposes of secs. 341 - 348 of this chapter;

5 (3) oversee the use by the regional Native associations of
6 money borrowed from the loan fund.

7 Sec. 44.19.345. LIMITATION ON LOANS. (a) The amount of an
8 organizational loan provided for under secs. 341 - 348 of this chapter
9 shall be determined by the agency but may not exceed the amount the
10 regional Native association, if it was a regional corporation, is
11 eligible to receive under sec. 6(a)(1)(A), P.L. 92-203, during the
12 fiscal year in which the Act takes effect. In determining that maximum
13 amount, the agency shall use the 1970 census enumeration until the
14 enrollment under sec. 5, P.L. 92-203, is completed.

15 (b) A loan may not run longer than three years nor bear a rate of
16 interest that exceeds eight per cent.

17 Sec. 44.19.346. REPAYMENT OF LOANS. Repayment of loans under
18 secs. 341 - 348 of this chapter shall be on an annual basis and repayment
19 shall commence no later than 90 days after receipt of the money autho-
20 rized to be appropriated from the Alaska Native Fund to the regional
21 corporation under sec. 6(a)(1)(A), P.L. 92-203.

22 Sec. 44.19.347. EXPIRATION OF LOAN FUND. Because the purposes for
23 which the loan fund is created are limited, no loan may be made from
24 the loan fund after five years from the effective date of secs. 341 -
25 348 of this chapter.

26 Sec. 44.19.348. DEFINITIONS. In secs. 341 - 348 of this chapter

27 (1) "agency" means the Local Affairs Agency;

28 (2) "loan fund" means the Alaska Regional Corporation
29 Organizational Loan Fund.

STATE OF ALASKA

THE LEGISLATURE

BUDGET AND AUDIT COMMITTEE

file
AUDIT DIVISION
POUCH W — ALASKA OFFICE BUILDING

FINANCE DIVISION
POUCH WF — STATE CAPITOL

JUNEAU 99801

M E M O R A N D U M

TO: Warren Wiley, Admin. Assist. DATE: 4/13/72
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FROM: LEGISLATIVE FINANCE SUBJ: FISCAL NOTE REQUEST
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CC: BUDGET & MANAGEMENT

The Legislature of the State of Alaska
 FISCAL NOTE
 Second Session - Seventh State Legislature

I. REQUEST

Bill Identification: SB 284 (Administration)

Title: An act creating the Alaska Regional Corporation organizational

Requested by: _____ Date: _____ loan fund.

Return Date Requested: _____

Agency: Local Affairs Agency Program: _____

Office of the Governor

II. FISCAL DETAIL

Budget Request Unit(s) Affected: _____

A. EXPENDITURES: (Thousands of dollars)

OBJECT	FY 72	FY 73	FY 74	FY 75	FY 76	FY 77
100 PERSONAL SERVICES		21.6				
200 TRAVEL		4.0				
300 CONTRACTUAL		1.1				
400 COMMODITIES		.2				
500 EQUIPMENT		.7				
600 LAND & STRUCTURES		0				
700 GRANTS, CLAIMS, ETC.		0				
TOTAL		27.6				

B. FUNDING: (Thousands of dollars)

GENERAL FUND		27.6			
FEDERAL FUNDS		0			
OTHER		0			

C. POSITIONS:

PERMANENT/TEMPORARY	1.3#	/	/	/	/	/
MAN MONTHS (P./T.)	16/	/	/	/	/	/

*1 Local Gov't Spec. II (18-A) full time; 1 sec. I (18-A) 1/3 time

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

The above fiscal detail shows full time administration and monitoring of the loan program. Monitoring and assistance to the 12 regions will require at least one trip annually to each. Except for clerical/secretarial assistance, a new position is mandatory to carry out the provisions of SB 284.

IV. ATTACHMENTS

V. DATE: 4/25/72 PREPARED BY: Byron A. McCall

Original: Legislative Finance
 cc: Budget and Management
 Prime Sponsor (First Legislator Named)

Introduced: 1/17/72
Referred: Local Government;
Finance

BY YOUNG, CHRISTIANSEN, GROH,
HENSLEY, JOSEPHSON, PALMER,
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2 SENATE BILL NO. 284

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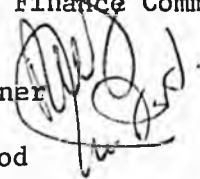
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STATE
of ALASKA

MEMORANDUM

TO: Honorable John Butrovich
Chairman, Senate Finance Committee

THRU: Richard W. Freer 
Deputy Commissioner

DATE : March 21, 1972

FROM: Mary-Jean Hackwood
Benefit Supervisor
Department of Administration

SUBJECT: SB 264
CSSB 264

As requested by Rich Guthrie this morning, I am attaching the cost analysis prepared for Senate Bill No. 264 as well as the estimated cost requirement for CSSB 264. Our consulting actuary has not had an opportunity to actually review the Committee Substitute Bill, and thus we have no verification of the dollar or percentage requirements.

In reviewing a draft of the Committee Substitute for Senate Bill No. 264, I have noted two problem areas.

They are:

- 1) The term "normal" has been deleted from the entire section pertaining to Joint and Survivors Options (Section 8 of the Bill). It was my intention to remove "normal" only from Section C. ✓
- 2) The \$10 per month per year service minimum benefit is to apply to persons currently receiving a normal retirement benefit. AS 39.35.470 applies to all types of benefits, survivors disability, etc. I question whether the wording of the section accomplishes the intent. My personal recommendation would be to amend AS 39.35.370 pertaining to normal retirement benefits and specifically stating that an employee who retires before July 1, 1972 with at least 8 years of creditable service and is receiving a normal retirement pension shall receive a retirement salary of at least \$10 per month per year of service, not including adjustments made under .475 and .480.

I will contact the Committee as soon as Mr. Losk, Actuary, has verified the attached cost analysis.

COST ANALYSIS
PUBLIC EMPLOYEES' RETIREMENT SYSTEM
(Revised)
Analysis of C.S. S.B. 264

1971 EMPLOYER CONTRIBUTIONS RATE - STATE	7.84%	
	3.20%	Benefit Formula
	.04%	Vesting Reduction
	.01%	Non-Occupation Service Reduction
	.07%	Minimum Benefit
	<u>.03%</u>	Service Benefit
	3.35%	
	<u>-.75%</u>	Additional Employee Contribution
	2.60%	
COST REQUIREMENT FOR C.S. S.B. 264		
CURRENT COVERED PAYROLL	\$63,844,214	
CURRENT MATCHING CONTRIBUTIONS (\$63,844,214 x 7.84%)	5,005,386	
ADDITIONAL COST FOR C.S. S.B. 264 (\$63,844,214 x 2.60%)	1,659,950	

	<u>1972 - 1973</u>	<u>1973 - 1974</u>	<u>1974 - 1975</u>	<u>1975 - 1976</u>	<u>1976 - 1977</u>
*PROJECTED COVERED PAYROLL	\$66,078,761	\$68,391,518	\$70,785,221	\$73,262,704	\$75,826,899
ANTICIPATED COSTS OF BILL	1,718,048	1,726,179	1,840,416	1,904,830	1,971,499

* BASED UPON ANNUAL PAYROLL INCREASE OF 3.5%

COST ANALYSIS
PUBLIC EMPLOYEES' RETIREMENT SYSTEM
(Revised)

Analysis of S.B. 264

1971 EMPLOYER CONTRIBUTIONS RATE - STATE	7.84%
COST REQUIREMENT FOR S.B. 264	3.2 %
CURRENT COVERED PAYROLL	\$63,844,214
CURRENT MATCHING CONTRIBUTIONS (\$63,844,214 x 7.84%)	5,005,386
ADDITIONAL COST FOR S.B. 264 (\$63,844,214 x 3.2%)	2,043,015

	<u>1972 - 1973</u>	<u>1973 - 1974</u>	<u>1974 - 1975</u>	<u>1975 - 1976</u>	<u>1976 - 1977</u>
PROJECTED COVERED PAYROLL	\$66,078,761	\$68,391,518	\$70,785,221	\$73,262,704	\$75,826,399
ANTICIPATED COSTS OF BILL	\$ 2,114,520	\$2,188,529	\$ 2,265,127	\$ 2,344,407	\$ 2,420,401

BASED UPON ANNUAL PAYROLL INCREASE OF 3.5%

COST ANALYSIS
PUBLIC EMPLOYEES' RETIREMENT SYSTEM

(Revised)

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COST REQUIREMENT FOR C.S. S.B. 264

CURRENT COVERED PAYROLL

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ADDITIONAL COST FOR C.S. S.B. 264 (\$63,844,214 x 2.60%)

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	<u>1972 - 1973</u>	<u>1973 - 1974</u>	<u>1974 - 1975</u>	<u>1975 - 1976</u>	<u>1976 - 1977</u>
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(Revised)

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	<u>1972 - 1973</u>	<u>1973 - 1974</u>	<u>1974 - 1975</u>	<u>1975 - 1976</u>	<u>1976 - 1977</u>
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*BASED UPON ANNUAL PAYROLL INCREASE OF 3.5%

Frankie Howard

6411 ex 6

Chapter 21 - Breakdown

HB 509

SB 264

PERS

Insurance p.1 - Sec 1 Para 13 - continuing w/d benefits
if didn't elect do they qualify
subdivision people

Para 12 - pool for older people only
pool for all employees

100
50
50

500
80%

7000

6-1347

.40 1st } additional contribution on combined pool
\$2.50 10 yrs. }

Separate pool

age 55-64 27.84
34.00 spouse
65-over 7.50
10.00 spouse

2200
81

20900

8265

2500
9135

11935

(3) "employment" means any service performed by an employee of the state, or a political subdivision of the state, except (A) service which in the absence of an agreement entered into under §§ 10—80 of this chapter would constitute "employment" as defined in the Social Security Act; or (B) service which under the Social Security Act may not be included in an agreement between the state and the Federal Security Administrator entered into under §§ 10—80 of this chapter;

(4) "Federal Insurance Contributions Act" means subchapter A of chapter 9 of the Federal Internal Revenue Code as amended;

(5) "Federal Security Administrator" includes an individual to whom the Federal Security Administrator has delegated any of his functions under the Social Security Act with respect to coverage under that act of employees of states and territories and their political subdivisions;

(6) "political subdivision" includes an instrumentality of the state or of a political subdivision, or of the state and a political subdivision, but only if the instrumentality is a juristic entity legally separate and distinct from the state or the political subdivision and only if its employees are not, by virtue of their relation to the juristic entity, employees of the state or the political subdivision;

(7) "Social Security Act" means the Act of Congress approved August 14, 1935, chapter 531, 49 Stat. 620, cited as the "Social Security Act," (including regulations and requirements issued under it), and its amendments;

(8) "wages" means remuneration for employment, including the cash value of remuneration paid in any medium other than cash, except that "wages" does not include that part of remuneration which, even if it were for "employment" within the meaning of the Federal Insurance Contributions Act, would not constitute "wages" within the meaning of that act. (§ 2 ch 95 SLA 1951)

Stated in *State v. Worden*, 7 Alas. L.J. No. 9, p. 641 (Sept., 1969).

Article 2. Group Life and Health Insurance.

Section

90. Procurement of group insurance

100. Definitions

Sec. 39.30.090. Procurement of group insurance. The Department of Administration may obtain a policy or policies of group insurance covering state employees and employees of other participating governmental units subject to the following conditions:

(1) A group insurance policy shall provide one or more of the following benefits: life insurance, accidental death and dismemberment insurance, weekly indemnity insurance, hospital expense in-

insurance, surgical expense insurance, or other medical care insurance.

(2) Each eligible employee of the state and of another participating governmental unit shall be covered by the group policy, unless exempt under regulations adopted by the commissioner of administration.

(3) A governmental unit may participate under a group policy if (A) its governing body adopts a resolution authorizing participation, and payment of required premiums;

(B) a certified copy of the resolution is filed with the Department of Administration; and

(C) the commissioner of administration approves the participation in writing.

(4) An employee covered by a group policy may obtain coverage for his lawful spouse and those of the employee's unmarried children who are chiefly dependent upon the employee for support. To obtain coverage for his spouse or dependent children, a covered state employee shall deliver to the commissioner of administration a written authorization to withhold from his salary or wage the cost of the additional coverage.

(5) The state shall contribute not more than \$17.50 per month for each state employee covered. Another participating governmental unit may pay the cost of insurance for its employee and his dependents or may share the cost with the employee.

(6) The Department of Administration shall obtain the insurance policy from any insurer authorized to transact business in the state under AS 21.09 and 21.90.

(7) The Department of Administration shall make available bid specifications for desired insurance benefits to all insurance carriers licensed in the state and qualified to provide the desired benefits. The specifications shall be made available on or before July 1, 1965, and at least once every succeeding five years. The lowest responsible bid submitted by an insurance carrier with adequate servicing facilities shall govern selection of a carrier under this section.

(8) If the aggregate of dividends payable under the group insurance policy exceeds the governmental unit's share of the premium, the excess shall be applied by the governmental unit for the sole benefit of the employees. (§ 2 ch 151 SLA 1955; am § 1 ch 168 SLA 1959; am § 1 ch 105 SLA 1965; am § 1 ch 70 SLA 1968; am § 66 ch 69 SLA 1970; am § 1 ch 123 SLA 1970)

Effect of amendments.—The 1965 amendment rewrote this section.

The 1968 amendment substituted "\$10" for "not more than \$7.50" in the first sentence of paragraph (5) and deleted a former second sentence therein.

The first 1970 amendment substituted "AS 21.09 and 21.90" for "AS 21.10.035—21.10.050, 21.30.020, and 21.10.055(1) or (2)(A)" in paragraph (6).

The second 1970 amendment, effective July 1, 1970, substituted "not

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more than \$17.50" for "\$10" in the first sentence of paragraph (5). see 1970 House Journal Supplement No. 2, p. 7.
 Legislative committee report.—For Stated in State v. Worden, 7 Alas. report on ch. 69, SLA 1970 (HB 564), L.J. No. 9, p. 641 (Sept., 1969).

Sec. 39.30.100. Definitions. In § 90 of this chapter

(1) "eligible employee" means

(A) an employee who has served in full-time employment with the same governmental unit for 30 days or more, except a part-time, emergency or temporary employee, and

(B) an elected or appointed official of a governmental unit, effective upon taking the oath of office;

(2) "governmental unit" means the state, a borough, municipal corporation, or other political subdivision of the state;

(3) "insurance", "insurance carrier" and "insurance policy" include health care services, health care service contractors and contracts. (§ 1 ch 151 SLA 1955; am § 2 105 SLA 1965)

Effect of amendment.—The 1965 amendment rewrote this section. Stated in State v. Worden, 7 Alas. L.J. No. 9, p. 641 (Sept., 1969).

Article 3. Special Hazard Insurance.

Section

130. Special hazard insurance

Sec. 39.30.130. Special hazard insurance. Upon the request of any state department, the Department of Administration may procure insurance, in addition to workmen's compensation insurance, for employees of the department against accidental death or dismemberment occasioned by special hazards in connection with their employment. (§ 1 ch 227 SLA 1970)

Chapter 35. Public Employees' Retirement System of Alaska.

Article

1. Administration (§§ 39.35.010—39.35.110)
2. Membership (§§ 39.35.120—39.35.153)
3. Contributions by Employees (§§ 39.35.160—39.35.240)
4. Contributions by Employers (§§ 39.35.250—39.35.290)
5. Service (§§ 39.35.300—39.35.360)
6. Benefits (§§ 39.35.370—39.35.546)
7. Participation by Political Subdivisions and Public Organizations (§§ 39.35.550—39.35.650)
8. General Provisions (§§ 39.35.660—39.35.690)



LAWS OF ALASKA

1972

Source

Chapter No.

FCCS HCS CSSB 264

29

AN ACT

Relating to retirement benefits; and providing for effective dates.

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

* Section 1. AS 39.30.090 is amended by adding new paragraphs to read:

(9) A person receiving benefits under AS 24.25-110, AS 22.25 or AS 39.35 who is not 65 years of age may obtain major medical and life insurance under this section for himself and any dependents who have not reached the age of 65 years.

(10) A person receiving benefits under AS 24.25-110, AS 22.25 or AS 39.35 who is 65 years of age or older but who has dependents who are under 65 may obtain major medical insurance for these dependents under this section.

(11) A person receiving benefits under AS 24.25-110, AS 22.25 or AS 39.35 may obtain major medical and prescription drug insurance under this section for himself and any dependents to cover costs which are not covered by the federal old age survivor's and disability insurance program.

(12) A person electing to have insurance under (9), (10) or (11) of this section shall pay the cost of this insurance.

(13) No person may elect for coverage under (9), (10) or (11) of this section unless he was or is presently eligible for coverage under this section.

* Sec. 2. AS 39.35.040(5)(A) is amended to read:

(A) an appropriate contribution rate, for

the state; in addition the state shall pay the appropriate social security contribution; and

* Sec. 3. AS 39.35.125 is amended by adding a new subsection to read:

(c) An elected official may be included retroactively in the system if he makes retroactive contributions equal to what he would have made if he had elected to be included when he became eligible under (a) of this section.

* Sec. 4. AS 39.35.150 is amended to read:

Sec. 39.35.150. RE-EMPLOYMENT OF VESTED OR RETIRED EMPLOYEES. (a) If a retired employee is re-employed on a temporary or a regular full-time basis by an employer, no pension payments may be made during the period of re-employment. During the period of re-employment, deductions from salary may be made at the option of the temporary or full-time vested or retired employee for contributions to the retirement fund as provided in sec. 160 of this chapter. Upon the subsequent retirement of the retired employee, he is entitled to receive a pension based on his credited service and compensation before the date of his previous retirement. If a previously vested or retired employee elects to make contributions to the fund during his re-employment, his additional credited service and compensation during the period of re-employment shall be included to determine his final retirement benefit.

(b) In the case of re-employment of an employee who retires under sec. 370(c) or 380 of this chapter, the pension payable upon the employee's subsequent retirement shall be reduced by the actuarial equivalent of early retirement benefits previously received by the employee.

* Sec. 5. AS 39.35.160(a) is amended to read:

(a) While participating in the system each peace officer and each fireman shall contribute five per cent and every other employee shall contribute four and one-quarter per cent of his compensation to the public employees' retirement system.

* Sec. 6. AS 39.35.170(a) is amended to read:

(a) An employee is eligible for a normal retirement pension if his employment is terminated on or after his normal retirement date and after he completes five or more years of credited service.

* Sec. 7. AS 39.35.170(c) is amended to read:

(c) The monthly amount of the normal retirement pension for a peace officer or a fireman is two per cent of his average monthly compensation times his years of credited service up through 10 years, plus two and one-half per cent of his average monthly compensation times his years of service over 10 years. For every other employee and retired employee it is one and one-half per cent of his average monthly compensation times his years

of service up through 10 years, plus one and three-quarters per cent of his average monthly compensation times his years of service from 11 through 20, plus two per cent of his average monthly compensation times his years of service over 20 years.

* Sec. 8. AS 39.35.380(a) is amended to read:

(a) An employee, other than a peace officer or fireman, is eligible for an early retirement pension on or after his 55th birthday and after he completes five or more years of credited service. A peace officer or fireman is eligible for an early retirement pension on or after his 50th birthday and after he completes five or more years of credited service as a peace officer or fireman.

* Sec. 9. AS 39.35.390 is amended to read:

Sec. 39.35.390. DEFERRED RETIREMENT BENEFIT. (a) An employee is eligible for a deferred vested retirement benefit if his employment is terminated or after attainment of five years accredited service and he does not withdraw the balance in his employee contribution account.

(b) Payment of the deferred pension shall begin upon the first day of the month coinciding with or following the employee's normal retirement date and after he applies for the pension. The last payment shall be made as of the first day of the month in which the death of the retired employee occurs.

(c) The monthly amount of the normal retirement pension shall be determined in accordance with sec. 370(c) of this chapter as it is in effect on the date of his termination of employment, considering the employee's credited service and compensation before his termination of employment. If his benefit begins before his normal retirement date, the benefit shall be reduced to the actuarial equivalent.

(d) An employee is not entitled to a deferred pension unless an application for it is filed with the board on or after he reaches his early retirement date and before he attains age 70. If the employee fails to apply for a deferred retirement benefit before he becomes 70 years of age, he is eligible for a refund as if his employment had terminated for a reason other than death at age 70 under sec. 200 - 220 of this chapter.

(e) An employee who is eligible for a deferred retirement benefit who applies for this benefit on or after he reaches his normal retirement date may elect a joint and survivor option under the same terms and conditions as set out in sec. 450 of this chapter.

* Sec. 10. AS 39.35.400(a) is amended to read:

(a) An employee is eligible for a nonoccupational disability pension if his employment is terminated because of a nonoccupational disability before his normal retirement date and after five or more years of credited service.

* Sec. 11. AS 39.35.420 is amended to read:

Sec. 39.35.420. NONOCCUPATIONAL DEATH BENEFITS. If the death of an employee occurs before his retirement, but after he has completed at least one year of credited service, and the employee's survivor is not entitled to a surviving spouse's pension under sec. 430 of this chapter, a lump sum death benefit shall be paid to the beneficiary of the employee. The amount of the lump sum death benefit shall be \$1,000 plus \$100 for each year of credited service. The lump sum death benefit is in addition to a refund of the balance of the employee contribution account of the deceased employee under sec. 210 of this chapter.

* Sec. 12. AS 39.35.450(c) is amended to read:

(c) An employee may elect, change, or revoke an option without the approval of the board if his election, change, or revocation is filed in writing with the board at least 30 days before his retirement date. The option may not be elected, changed, or revoked after the 30 day period begins.

* Sec. 13. AS 39.35 is amended by adding a new section to read:

Sec. 39.35.451. SPOUSE SURVIVOR BENEFITS UNDER PUBLIC EMPLOYEES RETIREMENT ACT OF 1949. A person whose spouse is receiving retirement benefits under the Public Employees Retirement Act of 1949 on July 1, 1972 is entitled to survivor benefits for life in the amount of the retirement benefits received by the retired employee.

* Sec 14. AS 39.35.475 is amended to read:

Sec. 39.35.475. POST-RETIREMENT PENSION ADJUSTMENT. When the commissioner of administration determines that the cost of living has increased and the financial condition of the retirement fund permits, he will recommend to the retirement board increased pension payments to retired employees, spouses or other beneficiaries to reflect this increase in the cost of living and the board may adopt the increase by regulation. The amount of the increase may not exceed four per cent for each year of retirement. A retired employee shall first be eligible for an increase at the end of the year following the year of his retirement. Increases shall be effective on and paid beginning the first day of January.

* Sec. 15. AS 39.35 is amended by adding a new section to read:

Sec. 39.35.485. MINIMUM BENEFIT. An employee whose termination occurred before July 1, 1972 and who is eligible for a benefit calculated in accordance with sec. 370(c) of this chapter is entitled to a benefit of at least \$10 a month for each year of credited service, not including adjustments made under secs. 380, 410, 450, 475 and 480.

* Sec. 16. AS 39.35.680(5)(B) is amended to read:

(B) means an elected official currently serving who elects to pay contributions required of

an employee and to be included in the system under sec. 125 of this chapter; for purposes of this paragraph a state legislator is considered to be a full-time elected official;

* Sec. 17. AS 26.05 is amended by adding new sections to read:

Sec. 26.05.222. CREATION AND ADMINISTRATION OF ALASKA NATIONAL GUARD RETIREMENT PLAN. There is established in the public employees retirement system of Alaska a separate Alaska National Guard retirement plan and account, which shall be administered as a part of and in like manner as the public employees retirement system.

Sec. 26.05.223. COMMENCEMENT OF PARTICIPATION IN PLAN. An active member of the Alaska National Guard shall be included in this plan upon commencement of his active membership in the Alaska National Guard, or on January 1, 1973, whichever is later. Inclusion in the plan is a condition of active membership in the Alaska National Guard.

Sec. 26.05.224. RETIREMENT BENEFITS. (a) An active member of the Alaska National Guard is eligible for retirement pay upon voluntary retirement after 20 years or more of service and upon reaching 55 years of age, or upon involuntary retirement because of federal standards imposed on National Guard members, regardless of length of service.

(b) Retirement pay is \$50 a month to be continued for the same number of months that the person was a member of the Alaska National Guard.

(c) An eligible member who retires may elect to receive his retirement pay beginning on the first day of the month coinciding with or after retirement, or he may elect to receive his retirement pay at a deferred date beginning on the first day of the month coinciding with or after the date he elects for the retirement pay to begin.

Sec. 26.05.225. EARLIER SERVICE. A member of the Alaska National Guard who is a member on January 1, 1973, is entitled to credit for his service to the state and former territory of Alaska as a member of the National Guard and Territorial Guard before January 1, 1973, in determining eligibility for retirement pay under sec. 224 of this chapter.

Sec. 26.05.226. CONTRIBUTIONS. After January 1, 1973 the Department of Military Affairs shall contribute to the special Alaska National Guard retirement account the amounts necessary to fund the account as determined by the Public Employees Retirement Board. The amount required for contributions by the Department of Military Affairs for the purposes of this chapter shall be included in its annual appropriations, together with an amount necessary for its pro rata share of the administrative expense of the retirement system.

Sec. 26.05.227. DEFINITION. As used in secs. 222 - 226 of this chapter, "member" means an active commissioned

Chapter 159

or warrant officer or enlisted man in the Alaska National Guard.

* Sec. 18. Sections 1 - 16 of this Act take effect on July 1, 1972.

* Sec. 19. Section 17 of this Act takes effect on January 1, 1973.

Committee Report

S E N A T E

REP: 3/20/72

3-23-72

Date

Mr. President:

The Committee on Finance has had SB 264
(re retirement benefits)
under consideration. A majority of the members of the Committee

- recommends it do pass
- recommends it do not pass
- recommends it do pass with attached amendment(s)
- recommends it be replaced with CS for CS SB 264 and that
CS for SB SB 264 do pass
- (and) recommends it be referred to the _____
committee
- reports it back without recommendation
- (other) _____

MEMBERS SIGNING THE MAJORITY REPORT:

MEMBERS NOT CONCURRING IN THE MAJORITY REPORT:

_____ recommends:
_____ recommends:
_____ recommends:
_____ recommends:
_____ recommends:

CHAIRMAN

Original sponsor: Miller

Offered: 4/7/72
Referred: Finance

1 IN THE SENATE

BY THE STATE AFFAIRS COMMITTEE

2 HOUSE CS FOR CS FOR SENATE BILL NO. 264

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 SEVENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to retirement benefits; and providing
7 for an effective date."

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

9 * Section 1. AS 39.30.090 is amended by adding new paragraphs to read:

10 (9) A person receiving benefits under AS 39.35 who is not 65
11 years of age may obtain major medical and life insurance under this
12 section for himself and any dependents who have not reached the age of
13 65 years.

14 (10) A person receiving benefits under AS 39.35 who is 65
15 years of age or older but who has dependents who are under 65 may
16 obtain major medical insurance for these dependents under this section.

17 (11) A person receiving benefits under AS 39.35 who is over
18 65 years of age and any dependents who are over 65 years of age may
19 obtain major medical and prescription drug insurance under this section
20 to cover costs which are not covered by the federal old age survivor's
21 and disability insurance program.

22 (12) A person electing to have insurance under (9), (10) or
23 (11) of this section shall pay the cost of this insurance.

24 * Sec. 2. AS 39.35.040(5)(A) is amended to read:

25 (A) an appropriate contribution rate for the state [NOT
26 TO EXCEED EIGHT PER CENT OF THE COMPENSATION PAID TO PARTICIPATING
27 STATE EMPLOYEES]; in addition the state shall pay the appropriate
28 social security contribution; and

29 * Sec. 3. AS 39.35.160(a) is amended to read:

1 (a) While participating in the system each peace officer and each
2 fireman shall contribute five per cent and every other employee shall
3 contribute four [THREE AND ONE-HALF] per cent of his compensation to
4 the public employees' retirement system.

5 * Sec. 4. AS 39.35.370(a) is amended to read:

6 (a) An employee is eligible for a normal retirement pension if
7 his employment is terminated on or after his normal retirement date
8 and after he completes five [EIGHT] or more years of credited service.

9 * Sec. 5. AS 39.35.370(c) is amended to read:

10 (c) The monthly amount of the normal retirement pension for a
11 peace officer or a fireman is two per cent of his average monthly
12 compensation times his years of credited service up through 10 years,
13 plus two and one-half per cent of his average monthly compensation times
14 his years of service over 10 years. For every other employee it is one
15 and one-half per cent of his average monthly compensation times his
16 years of service up through 10 years, plus one and three-quarters
17 [ONE-HALF] per cent of his average monthly compensation times his years
18 of service from 11 through 20, plus two per cent of his average monthly
19 compensation times his years of service over 20 years.

20 * Sec. 6. AS 39.35.380(a) is amended to read:

21 (a) An employee, other than a peace officer or fireman, is eligi-
22 ble for an early retirement pension [IF HIS EMPLOYMENT IS TERMINATED]
23 on or after his 55th birthday and after he completes five [EIGHT] or
24 more years of credited service. A peace officer or fireman is eligible
25 for an early retirement pension [IF HIS EMPLOYMENT IS TERMINATED] on or
26 after his 50th birthday and after he completes five [EIGHT] or more
27 years of credited service as a peace officer or fireman.

28 * Sec. 7. AS 39.35.390 is amended to read:

29 Sec. 39.35.390. DEFERRED RETIREMENT BENEFIT. (a) An employee

1 is eligible for a deferred vested retirement benefit if his employment
2 is terminated on or after attainment of five [EIGHT] years accredited
3 service and he does not withdraw the balance in his employee contribu-
4 tion account.

5 (b) Payment of the deferred pension shall begin upon the first
6 day of the month coinciding with or following the employee's normal
7 retirement date and after he applies for the pension. The last pay-
8 ment shall be made as of the first day of the month in which the death
9 of the retired employee occurs.

10 (c) The monthly amount of the normal retirement pension shall
11 be determined in accordance with sec. 370(c) of this chapter as it is
12 in effect on the date of his termination of employment, considering
13 the employee's credited service and compensation before his termina-
14 tion of employment. If his benefit begins before his normal retirement
15 date, the benefit shall be reduced to the actuarial equivalent.

16 (d) An employee is not entitled to a deferred pension unless
17 an application for it is filed with the board on or after he reaches his
18 early [NORMAL] retirement date and before he attains age 70. If
19 the employee fails to apply for a deferred retirement benefit before
20 he becomes 70 years of age, he is eligible for a refund if his
21 employment had terminated for a reason other than death at age 70
22 under secs. 200 - 220 of this chapter.

23 (e) An employee who is eligible for a deferred retirement benefit
24 who applies for this benefit on or after he reaches his normal retire-
25 ment date may elect a joint and survivor option under the same terms
26 and conditions as set out in sec. 450 of this chapter.

27 * Sec. 8. AS 39.35.400(a) is amended to read:

28 (a) An employee is eligible for a nonoccupational disability
29 pension if his employment is terminated because of a nonoccupational

1 disability before his normal retirement date and after five [EIGHT] or
2 more years of credited service.

3 * Sec. 9. AS 39.35.420 is amended to read:

4 Sec. 39.35.420. NONOCCUPATIONAL DEATH BENEFITS. If the death of
5 an employee occurs before his retirement, but after he has completed at
6 least one year of credited service, and the employee's survivor is not
7 entitled to a surviving spouse's pension under sec. 430 of this chapter,
8 a lump sum death benefit shall be paid to the beneficiary of the em-
9 ployee. The amount of the lump sum death benefit shall be \$1,000 plus
10 \$100 for each year of credited service. The lump sum death benefit is
11 in addition to a refund of the balance of the employee contribution
12 account of the deceased employee under sec. 210 of this chapter.

13 * Sec. 10. AS 39.35.450(c) is amended to read:

14 (c) An employee may elect, change, or revoke an option without
15 the approval of the board if his election, change, or revocation is
16 filed in writing with the board at least 30 days before his [NORMAL]
17 retirement date. The option may not be elected, changed, or revoked
18 after the 30 day period begins.

19 * Sec. 11. AS 39.35.475 is amended to read:

20 Sec. 39.35.475. POST-RETIREMENT PENSION ADJUSTMENT. When the
21 commissioner of administration determines that the cost of living has
22 increased and the financial condition of the retirement fund permits,
23 he will recommend to the retirement board increased pension payments to
24 retired employees, spouses or other beneficiaries to reflect this in-
25 crease in the cost of living and the board may adopt the increase by
26 regulation. The amount of the increase may not exceed four [ONE AND
27 ONE-HALF] per cent for each year of retirement. A retired employee
28 shall first be eligible for an increase at the end of the year follow-
29 ing the year of his retirement. Increases shall be effective on and

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paid beginning the first day of January.

* Sec. 12. AS 39.35 is amended by adding a new section to read:

Sec. 39.35.485. MINIMUM BENEFIT. An employee whose termination occurred before July 1, 1972 and who is eligible for a benefit calculated in accordance with sec. 370(c) of this chapter is entitled to a benefit of at least \$10 a month for each year of credited service, not including adjustments made under secs. 380, 410, 450, 475 and 480.

* Sec. 13. This Act takes effect on July 1, 1972.

1 IN THE SENATE

BY MILLER

2 SENATE BILL NO. 264

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 SEVENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to retirement benefits; and providing
7 for an effective date."

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

9 * Section 1. AS 39.35.370(c) is amended to read:

10 (c) The monthly amount of the normal retirement pension for a
11 peace officer or a fireman is two per cent of his average monthly
12 compensation times his years of credited service up through 10 years,
13 plus two and one-half per cent of his average monthly compensation
14 times his years of service over 10 years. For every other employee it
15 is one and one-half per cent of his average monthly compensation times
16 his years of service up through 10 years, plus one and three-quarters
17 [ONE-HALF] per cent of his average monthly compensation times his years
18 of service from 11 through 20, plus two per cent of his average monthly
19 compensation times his years of service over 20 years.

20 * Sec. 2. This Act takes effect on July 1, 1972.

Original sponsor: Miller

Offered: 3/23/72
Referred: Rules

1 IN THE SENATE

BY THE FINANCE COMMITTEE

2 CS FOR SENATE BILL NO. 264

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 SEVENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to retirement benefits; and providing
7 for an effective date."

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

9 * Section 1. AS 39.30.090 is amended by adding new paragraphs to read:

10 (9) A person receiving benefits under AS 39.35 who is not 65
11 years of age may obtain major medical and life insurance under this section
12 for himself and any dependents who have not reached the age of 65 years.

13 (10) A person receiving benefits under AS 39.35 who is 65
14 years of age or older but who has dependents who are under 65 may obtain
15 major medical insurance for these dependents under this section.

16 (11) A person receiving benefits under AS 39.35 who is over
17 65 years of age and any dependents who are over 65 years of age may
18 obtain major medical and prescription drug insurance under this section
19 to cover costs which are not covered by the federal old age survivor's
20 and disability insurance program.

21 (12) A person electing to have insurance under (9), (10) or
22 (11) of this section shall pay the cost of this insurance.

23 * Sec. 2. AS 39.35.040(5)(A) is amended to read:

24 (A) an appropriate contribution rate for the state [NOT
25 TO EXCEED EIGHT PER CENT OF THE COMPENSATION PAID TO PARTICIPATING
26 STATE EMPLOYEES]; in addition the state shall pay the appropriate
27 social security contribution; and

28 * Sec. 3. AS 39.35.160(a) is amended to read:

29 (a) while participating in the system each peace officer and each

1 fireman shall contribute five per cent and every other employee shall
2 contribute four and one-quarter [THREE AND ONE-HALF] per cent of his
3 compensation to the public employees' retirement system.

4 * Sec. 4. AS 39.35.370(a) is amended to read:

5 (a) An employee is eligible for a normal retirement pension if
6 his employment is terminated on or after his normal retirement date
7 and after he completes five [EIGHT] or more years of credited service.

8 * Sec. 5. AS 39.35.370(c) is amended to read:

9 (c) The monthly amount of the normal retirement pension for a
10 peace officer or a fireman is two per cent of his average monthly
11 compensation times his years of credited service up through 10 years,
12 plus two and one-half per cent of his average monthly compensation times
13 his years of service over 10 years. For every other employee it is one
14 and one-half per cent of his average monthly compensation times his
15 years of service up through 10 years, plus one and three-quarters
16 [ONE-HALF] per cent of his average monthly compensation times his years
17 of service from 11 through 20, plus two per cent of his average monthly
18 compensation times his years of service over 20 years.

19 * Sec. 6. AS 39.35.380(a) is amended to read:

20 (a) An employee, other than a peace officer or fireman, is eligi-
21 ble for an early retirement pension if his employment is terminated on
22 or after his 55th birthday and after he completes five [EIGHT] or more
23 years of credited service. A peace officer or fireman is eligible for
24 an early retirement pension if his employment is terminated on or after
25 his 50th birthday and after he completes five [EIGHT] or more years of
26 credited service as a peace officer or fireman.

27 * Sec. 7. AS 39.35.400(a) is amended to read:

28 (a) An employee is eligible for a nonoccupational disability
29 pension if his employment is terminated because of a nonoccupational

1 disability before his normal retirement date and after five [EIGHT] or
2 more years of credited service.

3 * Sec. 8. AS 39.35.420 is amended to read:

4 Sec. 39.35.420. NONOCCUPATIONAL DEATH BENEFITS. If the death of
5 an employee occurs before his retirement, but after he has completed at
6 least one year of credited service, and the employee's survivor is not
7 entitled to a surviving spouse's pension under sec. 430 of this chapter,
8 a lump sum death benefit shall be paid to the beneficiary of the em-
9 ployee. The amount of the lump sum death benefit shall be \$1,000 plus
10 \$100 for each year of credited service. The lump sum death benefit is
11 in addition to a refund of the balance of the employee contribution
12 account of the deceased employee under sec. 210 of this chapter.

13 * Sec. 9. AS 39.35.450(c) is amended to read:

14 (c) An employee may elect, change, or revoke an option without
15 the approval of the board if his election, change, or revocation is
16 filed in writing with the board at least 30 days before his [NORMAL]
17 retirement date. The option may not be elected, changed, or revoked
18 after the 30 day period begins.

19 * Sec. 10. AS 39.35.475 is amended to read:

20 Sec. 39.35.475. POST-RETIREMENT PENSION ADJUSTMENT. When the
21 commissioner of administration determines that the cost of living has
22 increased and the financial condition of the retirement fund permits,
23 he will recommend to the retirement board increased pension payments to
24 retired employees, spouses or other beneficiaries to reflect this in-
25 crease in the cost of living and the board may adopt the increase by
26 regulation. The amount of the increase may not exceed four [ONE AND
27 ONE-HALF] per cent for each year of retirement. A retired employee
28 shall first be eligible for an increase at the end of the year follow-
29 ing the year of his retirement. Increases shall be effective on and

1 paid beginning the first day of January.

2 * Sec. 11. AS 39.35 is amended by adding a new section to read:

3 Sec. 39.35.485. MINIMUM BENEFIT. An employee whose termination
4 occurred before July 1, 1972 and who is eligible for a benefit calcu-
5 lated in accordance with sec. 370(c) of this chapter is entitled to
6 a benefit of at least \$10 a month for each year of credited service,
7 not including adjustments made under secs. 380, 410, 450, 475 and 480.

8 * Sec 12. This Act takes effect on July 1, 1972.
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Original sponsor: Miller

Offered: 3/23/72
Referred: Rules

1 IN THE SENATE

BY THE FINANCE COMMITTEE

2 CS FOR SENATE BILL NO. 264

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 SEVENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to retirement benefits; and providing
7 for an effective date."

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

9 * Section 1. AS 39.30.090 is amended by adding new paragraphs to read:

10 (9) A person receiving benefits under AS 39.35 who is not 65
11 years of age may obtain major medical and life insurance under this sec-
12 tion for himself and any dependents who have reached the age of 65 years.

13 (10) A person receiving benefits under AS 39.35 who is 65
14 years of age or older but who has dependents who are under 65 may obtain
15 major medical insurance for these dependents under this section.

16 (11) A person receiving benefits under AS 39.35 who is over
17 65 years of age and any dependents who are over 65 years of age may
18 obtain major medical and prescription drug insurance under this section
19 to cover costs which are not covered by the federal old age survivor's
20 and disability insurance program.

21 (12) A person electing to have insurance under (9), (10) or
22 (11) of this section shall pay the cost of this insurance.

23 * Sec. 2. AS 39.35.040(5)(A) is amended to read:

24 (A) an appropriate contribution rate for the state [NOT
25 TO EXCEED EIGHT PER CENT OF THE COMPENSATION PAID TO PARTICIPATING
26 STATE EMPLOYEES]; in addition the state shall pay the appropriate
27 social security contribution; and

28 * Sec. 3. AS 39.35.160(a) is amended to read:

29 (a) while participating in the system each peace officer and each

1 fireman shall contribute five per cent and every other employee shall
2 contribute four and one-quarter [THREE AND ONE-HALF] per cent of his
3 compensation to the public employees' retirement system.

4 * Sec. 4. AS 39.35.370(a) is amended to read:

5 (a) An employee is eligible for a normal retirement pension if
6 his employment is terminated on or after his normal retirement date
7 and after he completes five [EIGHT] or more years of credited service.

8 * Sec. 5. AS 39.35.370(c) is amended to read:

9 (c) The monthly amount of the normal retirement pension for a
10 peace officer or a fireman is two per cent of his average monthly
11 compensation times his years of credited service up through 10 years,
12 plus two and one-half per cent of his average monthly compensation times
13 his years of service over 10 years. For every other employee it is one
14 and one-half per cent of his average monthly compensation times his
15 years of service up through 10 years, plus one and three-quarters
16 [ONE-HALF] per cent of his average monthly compensation times his years
17 of service from 11 through 20, plus two per cent of his average monthly
18 compensation times his years of service over 20 years.

19 * Sec. 6. AS 39.35.380(a) is amended to read:

20 (a) An employee, other than a peace officer or fireman, is eligi-
21 ble for an early retirement pension if his employment is terminated on
22 or after his 55th birthday and after he completes five [EIGHT] or more
23 years of credited service. A peace officer or fireman is eligible for
24 an early retirement pension if his employment is terminated on or after
25 his 50th birthday and after he completes five [EIGHT] or more years of
26 credited service as a peace officer or fireman.

27 * Sec. 7. AS 39.35.400(a) is amended to read:

28 (a) An employee is eligible for a nonoccupational disability
29 pension if his employment is terminated because of a nonoccupational

1 disability before his normal retirement date and after five [EIGHT] or
2 more years of credited service,

3 * Sec. 8. AS 39.35.420 is amended to read:

4 Sec. 39.35.420. NONOCCUPATIONAL DEATH BENEFITS. If the death of
5 an employee occurs before his retirement, but after he has completed at
6 least one year of credited service, and the employee's survivor is not
7 entitled to a surviving spouse's pension under sec. 430 of this chapter,
8 a lump sum death benefit shall be paid to the beneficiary of the em-
9 ployee. The amount of the lump sum death benefit shall be \$1,000 plus
10 \$100 for each year of credited service. The lump sum death benefit is
11 in addition to a refund of the balance of the employee contribution
12 account of the deceased employee under sec. 210 of this chapter.

13 * Sec. 9. AS 39.35.450(c) is amended to read:

14 (c) An employee may elect, change, or revoke an option without
15 the approval of the board if his election, change, or revocation is
16 filed in writing with the board at least 30 days before his [NORMAL]
17 retirement date. The option may not be elected, changed, or revoked
18 after the 30 day period begins.

19 * Sec. 10. AS 39.35.475 is amended to read:

20 Sec. 39.35.475. POST-RETIREMENT PENSION ADJUSTMENT. When the
21 commissioner of administration determines that the cost of living has
22 increased and the financial condition of the retirement fund permits,
23 he will recommend to the retirement board increased pension payments to
24 retired employees, spouses or other beneficiaries to reflect this in-
25 crease in the cost of living and the board may adopt the increase by
26 regulation. The amount of the increase may not exceed four [ONE AND
27 ONE-HALF] per cent for each year of retirement. A retired employee
28 shall first be eligible for an increase at the end of the year follow-
29 ing the year of his retirement. Increases shall be effective on and

1 paid beginning the first day of January.

2 * Sec. 11. AS 39.35 is amended by adding a new section to read:

3 Sec. 39.35.485. MINIMUM BENEFIT. An employee whose termination
4 occurred before July 1, 1972 and who is eligible for a benefit calcu-
5 lated in accordance with sec. 370(c) of this chapter is entitled to
6 a benefit of at least \$10 a month for each year of credited service,
7 not including adjustments made under secs. 380, 410, 450, 475 and 480.

8 * Sec. 12. This Act takes effect on July 1, 1972.
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STATE OF ALASKA

THE LEGISLATURE

BUDGET AND AUDIT COMMITTEE

AUDIT DIVISION
FOUCH VI — ALASKA OFFICE BUILDING

FINANCE DIVISION
FOUCH VII — STATE CAPITOL

JUNE 1961

MEMORANDUM

TO: Myrton Charney, Director
Budget and Management

DATE: 3/21/72 a.m.

FROM: LEGISLATIVE FINANCE
ROOM 407
CAPITOL BUILDING

SUBJ: FISCAL NOTE REQUEST

PLEASE COMPLETE THE ATTACHED FISCAL NOTE FOR CSSB 264, SB 264
AND RETURN IT TO OUR OFFICE BY 3/21/72 p.m.

IN ADDITION TO THE GENERAL INSTRUCTIONS REGARDING FISCAL
NOTE PREPARATION (REFERENCE OUR MEMO OF 12/15/71),
PLEASE OBSERVE THE FOLLOWING:

1. Cost estimates.
2. Department comments or recommendations.

TIMELY RETURN OF THIS INFORMATION IS REQUESTED. HOWEVER,
IF ADDITIONAL PREPARATION TIME IS REQUIRED, NOTIFY OUR OFFICE
AS SOON AS POSSIBLE IN ORDER THAT DISCUSSION OF THE PROPOSED LEG-
ISLATION MAY BE RESCHEDULED TO A LATER DATE.

ATTACHMENTS: (1) FISCAL NOTE
(2) COPY OF BILL VERSION

CC: BUDGET & MANAGEMENT

STAFF COPY

OK'd by Hackwood
Mary Jean
3/23/72
(see last p.)

Original sponsor: Miller

Offered: 3/20/72
Referred: Finance

1 IN THE SENATE

BY THE ~~STATE~~ FINANCE AFFAIRS COMMITTEE

2 CS FOR SENATE BILL NO. 264

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 SEVENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to retirement benefits; and providing
7 for an effective date."

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

9 * Section 1. AS 39.30.090 is amended by adding new paragraphs to read:

10 (9) A person receiving benefits under AS 39.35 who is not
11 65 years of age may obtain major medical and life insurance under this
12 section for himself and any dependents who have reached the age of
13 65 years.

14 (10) A person receiving benefits under AS 39.35 who is 65
15 years of age or older but who has dependents who are under 65 may obtain
16 major medical insurance for these dependents under this section.

17 (11) A person receiving benefits under AS 39.35 who is over
18 65 years of age and any dependents who are over 65 years of age may
19 obtain major medical and prescription drug insurance under this section
20 to cover costs which are not covered by the federal Old Age Survivor's
21 and Disability Insurance program.

22 * Sec. 2. ^{(12) Add Section 12} AS 39.35.040(5)(A) is amended to read:

23 (A) an appropriate contribution rate for the state [NOT TO
24 EXCEED EIGHT PER CENT OF THE COMPENSATION PAID TO PARTICIPATING
25 STATE EMPLOYEES]; in addition the state shall pay the appropriate
26 social security contribution; and

27 * Sec. 3. AS 39.35.160(a) is amended to read:

28 (a) While participating in the system each peace officer and each
29 fireman shall contribute five per cent and every other employee shall

1 contribute four and one-quarter [THREE AND ONE-HALF] per cent of his
2 compensation to the public employees' retirement system.

3 * Sec. 4. AS 39.35.370(a) is amended to read:

4 (a) An employee is eligible for a normal retirement pension if
5 his employment is terminated on or after his normal retirement date
6 and after he completes five [EIGHT] or more years of credited service.

7 * Sec. 5. AS 39.35.370(c) is amended to read:

8 (c) The monthly amount of the normal retirement pension for a
9 peace officer or a fireman is two per cent of his average monthly
10 compensation times his years of credited service up through 10 years,
11 plus two and one-half per cent of his average monthly compensation times
12 his years of service over 10 years. For every other employee it is one
13 and one-half per cent of his average monthly compensation times his
14 years of service up through 10 years, plus one and three-quarters
15 [ONE-HALF] per cent of his average monthly compensation times his years
16 of service from 11 through 20, plus two per cent of his average monthly
17 compensation times his years of service over 20 years.

18 * Sec. 6. AS 39.35.380(a) is amended to read:

19 (a) An employee, other than a peace officer or fireman, is eligible
20 for an early retirement pension if his employment is terminated on or
21 after his 55th birthday and after he completes five [EIGHT] or more
22 years of credited service. A peace officer or fireman is eligible for
23 and early retirement pension if his employment is terminated on or after
24 his 50th birthday and after he completes five [EIGHT] or more years of
25 credited service as a peace officer or fireman.

26 * Sec. 7. AS 39.35.400(a) is amended to read:

27 (a) An employee is eligible for a nonoccupational disability
28 pension if his employment is terminated because of a nonoccupational
29 disability before his normal retirement date and after five [EIGHT] or

1 more years of credited service.

2 * Sec. 8. AS 39.35.420 is amended to read:

3 Sec. 39.35.420. NONOCCUPATIONAL DEATH BENEFITS. If the death of

1 an employee occurs before his retirement, but after he has completed
2 at least one year of credited service, and the employee's survivor is
3 not entitled to a surviving spouse's pension under sec. 430 of this
4 chapter, a lump sum death benefit shall be paid to the beneficiary of
5 the employee. The amount of the lump sum death benefit shall be
6 \$1,000 plus \$100 for each year of credited service. The lump sum
7 death benefit is in addition to a refund of the balance of the employee
8 contribution account of the deceased employee under sec. 210 of this
9 chapter.

10 * Sec. 9. AS 39.35.450^(c) is amended to read:

11 ~~Sec. 39.35.450. JOINT AND SURVIVOR OPTION. (a) By filing an~~
12 ~~application with the board, an employee may designate his spouse or a~~
13 ~~dependent approved by the board as his contingent beneficiary and~~
14 ~~may elect to receive a pension payable in accordance with one of the~~
15 ~~following joint and survivor options, instead of the ^{normal} retire-~~
16 ~~ment pension to which he may otherwise become entitled upon retirement.~~

17 (1) The employee shall receive a reduced pension payable
18 for life, and payments in the amount of 75 per cent of the reduced
19 pension shall, after the employee's death, be continued to his contin-
20 gent beneficiary for life.

21 (2) The employee shall receive a reduced pension payable
22 for life, and payments in the amount of 50 per cent of the reduced
23 pension shall, after the employee's death, be continued to his con-
24 tingent beneficiary for life.

25 (3) The employee shall receive a reduced pension payable
26 during the joint lifetime of the employee and his contingent benefici-
27 ary, and payments in the amount of 66 2/3 per cent of the reduced
28 pension shall, after the death of either the employee or his contingent
29 beneficiary, be continued to the survivor for life.

1 (b) The aggregate of the pension payments expected to be paid
2 to an employee and his contingent beneficiary under the options set
3 out in (a) of this section shall be the actuarial equivalent of the
4 pension which the employee is otherwise entitled to receive upon re-
5 tirement.

6 (c) An employee may elect, change, or revoke an option without the
7 approval of the board if his election, change, or revocation is filed
8 in writing with the board at least 30 days before his [NORMAL] retire-
9 ment date. The option may not be elected, changed, or revoked after
10 the 30 day period begins.

11 (d) An employee may, regardless of his age, elect an option
12 without the approval of the board any time within six months after
13 the effective date of his employer's participation in the system, if
14 the employee is in the active employ of the employer at the time the
15 election is made.

16 (e) An election made under this section becomes inoperative if
17 the employee's pension payments commence or death occurs before his
18 ~~retirement~~ retirement date or the contingent beneficiary's death occurs
19 before the employee's ~~retirement~~ retirement date.

20 (f) If an employee who makes an election continues in the employ
21 of an employer after his ~~retirement~~ retirement date, no pension payments
22 may be made during the period of continued employment. If either the
23 employee or his contingent beneficiary dies during the continued em-
24 ployment, the election becomes operative, so that (1) if the contingent
25 beneficiary predeceases the employee, the employee, upon retirement,
26 receives the reduced pension which would have been payable had the
27 beneficiary then been surviving, or (2) if the employee predeceases
28 the contingent beneficiary, the contingent beneficiary receives,
29 beginning as of the first day of the month after the employee's death,

1 the survivorship pension which would have been payable had the employee
2 retired immediately before his death.

3 * Sec. ~~10~~. AS 39.35.470 is amended to read:

4 Sec. 39.35.470. OTHER FORMS OF PAYMENT. If a pension payable
5 under the system is less than \$25 a month, the board may direct that,
6 instead of the pension, the actuarial equivalent of it shall be paid
7 in a lump sum, or in a series of uniform monthly, quarterly, or annual
8 amounts for life or for a designated period of time, ~~or provide a~~
9 ~~minimum monthly benefit calculated by multiplying \$10 times each year~~
10 ~~of credited service, whichever provides the greater dollar benefit to~~
11 ~~the retired employee.~~

12 * Sec. ~~10~~. AS 39.35.475 is amended to read:

13 Sec. 39.35.475. POST-RETIREMENT PENSION ADJUSTMENT. When the
14 commissioner of administration determines that the cost of living has
15 increased and the financial condition of the retirement fund permits,
16 he will recommend to the retirement board increased pension payments to
17 retired employees, spouses or other beneficiaries to reflect this in-
18 crease in the cost of living and the board may adopt the increase by
19 regulation. The amount of the increase may not exceed four [ONE AND
20 ONE-HALF] per cent for each year of retirement. A retired employee
21 shall first be eligible for an increase at the end of the year follow-
22 ing the year of his retirement. Increases shall be effective on and
23 paid beginning the first day of January.

Sec. ~~12~~, AS 39.35 is amended by adding a new section to read:

Sec. 39.35.485 Minimum Benefit. An employee whose termination occurred
prior to July 1, 1972 and who is eligible for a benefit calculated in
accordance with Sec. 370^(c) of this chapter is entitled to a benefit of
at least \$10 a month for each year of credited service, not including
adjustments made under Secs. 380, 410, 450, 475 and 480.

12
Sec. ~~B~~. - This act takes effect on July 1, 1972.

3/23

Work papers
for Sen Fin Comm Sub

RY

Amended

Original sponsor: Miller

Offered: 3/20/72
Referred: Finance

1 IN THE SENATE

BY THE STATE AFFAIRS COMMITTEE

2

CS FOR SENATE BILL NO. 264

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

SEVENTH LEGISLATURE - SECOND SESSION

5

A BILL

6 For an Act entitled: "An Act relating to retirement benefits; and providing
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12 section for himself and any dependents who have not reached the age of
13 65 years.

14 (10) A person receiving benefits under AS 39.35 who is 65
15 years of age or older but who has dependents who are under 65 may
16 obtain major medical insurance for these dependents under this section.

17 (11) A person receiving benefits under AS 39.35 who is over
18 65 years of age and any dependents who are over 65 years of age may
19 obtain major medical and prescription drug insurance under this section
20 to cover costs which are not covered by the federal Old Age Survivor's
21 and Disability Insurance program.

22 (12) A person electing to have insurance under (9), (10) or
23 (11) of this section shall pay the cost of this insurance.

24 * Sec. 2. AS 39.35.160(a) is amended to read:

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26 fireman shall contribute five per cent and every other employee shall
27 contribute four and one-quarter [THREE AND ONE-HALF] per cent of his
28 compensation to the public employees' retirement system.

29 * Sec. 3. AS 39.35.370(a) is amended to read:

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2 his employment is terminated on or after his normal retirement date
3 and after he completes five [EIGHT] or more years of credited service.

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7 compensation times his years of credited service up through 10 years,
8 plus two and one-half per cent of his average monthly compensation
9 times his years of service over 10 years. For every other employee it
10 is one and one-half per cent of his average monthly compensation times
11 his years of service up through 10 years, plus one and three-quarters
12 [ONE-HALF] per cent of his average monthly compensation times his years
13 of service from 11 through 20, plus two per cent of his average monthly
14 compensation times his years of service over 20 years.

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19 of credited service. A peace officer or fireman is eligible for an
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21 50th birthday and after he completes five [EIGHT] or more years of credited
22 service as a peace officer or fireman.

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2 at least one year of credited service, and the employee's survivor is
3 not entitled to a surviving spouse's pension under sec. 430 of this
4 chapter, a lump sum death benefit shall be paid to the beneficiary of
5 the employee. The amount of the lump sum death benefit shall be
6 \$1,000 plus \$100 for each year of credited service. The lump sum
7 death benefit is in addition to a refund of the balance of the employee
8 contribution account of the deceased employee under sec. 210 of this
9 chapter.

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11 Sec. 39.35.450. JOINT AND SURVIVOR OPTION. (a) By filing an
12 application with the board, an employee may designate his spouse or a
13 dependent approved by the board as his contingent beneficiary and
14 may elect to receive a pension payable in accordance with one of the
15 following joint and survivor options, instead of the ^{normal} ~~NORMAL~~ retire-
16 ment pension to which he may otherwise become entitled upon retirement.

17 (1) The employee shall receive a reduced pension payable
18 for life, and payments in the amount of 75 per cent of the reduced
19 pension shall, after the employee's death, be continued to his contin-
20 gent beneficiary for life.

21 (2) The employee shall receive a reduced pension payable
22 for life, and payments in the amount of 50 per cent of the reduced
23 pension shall, after the employee's death, be continued to his con-
24 tingent beneficiary for life.

25 (3) The employee shall receive a reduced pension payable
26 during the joint lifetime of the employee and his contingent benefi-
27 ciary, and payments in the amount of 66 2/3 per cent of the reduced
28 pension shall, after the death of either the employee or his contingent
29 beneficiary, be continued to the survivor for life.

1 (b) The aggregate of the pension payments expected to be paid
2 to an employee and his contingent beneficiary under the options set
3 out in (a) of this section shall be the actuarial equivalent of the
4 pension which the employee is otherwise entitled to receive upon re-
5 tirement.

6 (c) An employee may elect, change, or revoke an option without the
7 approval of the board if his election, change, or revocation is filed
8 in writing with the board at least 30 days before his [NORMAL] retire-
9 ment date. The option may not be elected, changed, or revoked after
10 the 30 day period begins.

11 (d) An employee may, regardless of his age, elect an option
12 without the approval of the board any time within six months after
13 the effective date of his employer's participation in the system, if
14 the employee is in the active employ of the employer at the time the
15 election is made.

16 (e) An election made under this section becomes inoperative if
17 the employee's pension payments commence or death occurs before his
18 ~~[NORMAL]~~ ^{normal} retirement date or the contingent beneficiary's death occurs
19 before the employee's ~~[NORMAL]~~ ^{normal} retirement date.

20 (f) If an employee who makes an election continues in the employ
21 of an employer after his ~~[NORMAL]~~ ^{normal} retirement date, no pension payments
22 may be made during the period of continued employment. If either the
23 employee or his contingent beneficiary dies during the continued em-
24 ployment, the election becomes operative, so that (1) if the contingent
25 beneficiary predeceases the employee, the employee, upon retirement,
26 receives the reduced pension which would have been payable had the
27 beneficiary then been surviving, or (2) if the employee predeceases
28 the contingent beneficiary, the contingent beneficiary receives,
29 beginning as of the first day of the month after the employee's death,

1 the survivorship pension which would have been payable had the employee
2 retired immediately before his death.

3 * Sec. 9. AS 39.35,470 is amended to read:

4 Sec. 39.35,470. OTHER FORMS OF PAYMENT. If a pension payable
5 under the system is less than \$25 a month, the board may direct that,
6 instead of the pension, the actuarial equivalent of it shall be paid
7 in a lump sum, or in a series of uniform monthly, quarterly, or annual

8 amounts for life or for a designated period of time *An employee who retires*
9 *before July 1, 1972 with at least 8 years of creditable service and is receiving a*
10 *normal retirement pension shall receive a retirement salary of at least*
~~minimum monthly benefit calculated by multiplying \$10 times each year~~

11 ~~of credited service, whichever provides the greater dollar benefit to~~
12 *\$10 per month per year of service, not including adjustments made*
under secs. 475 and 480 of this chapter.
the retired employee.

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Minimum Benefit

An employee whose termination occurred prior to July 1, 1972 and is eligible for a benefit calculated in accordance with section 370 of this chapter is entitled to a benefit of at least \$10 a month for each year of credited service, not including adjustments made under ^{380., 410., 450}secs. 475 and 480 of this chapter. ~~Actuarial reductions made under secs. 380, 400 & 450 shall remain in effect.~~

[If the board has authorized payment to begin ~~prior~~ ^{before} to the employee's normal retirement date, and if ~~the employee has~~ ^{a joint and} ~~Survivor Option is in effect,~~ ^{payable,} ~~the benefit shall be~~ ^{the} ~~actuarially reduced.~~ ^{benefit} shall remain in effect.]

actuarial reductions
380
400
450

Amerdment

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CSSB 264

Page 3, line 15: Delete "[NORMAL]" and
insert "normal"

Page 4, line 18: Delete "[NORMAL]" and
insert "normal"

Page 4, line 19: Delete "[NORMAL]" and
insert "normal"

Page 4, line 21: Delete "[NORMAL]" and
insert "normal"

Page 5, line 4: After "PAYMENT." insert
" (a) "

Page 5, line 8: Delete "or provide a
minimum monthly benefit
calculated by multiplying
\$10 times each year of
credited service, whichever
provides the greater dollar
benefit to the retired
employee." ~~and insert~~
"~~(b) An employee whose
termination~~"

Page 5, between lines 11 and 12: Insert
" * Sec. 10. AS 39.35 is
amended by adding a new
section to read: Sec. 39.35.485.
Minimum Benefit. An employee
whose termination occurred prior
to July 1, 1972 and who is
eligible for a benefit calculated
in accordance with sec. 370
of this chapter is entitled to a
~~minimum~~ benefit of at least
\$10 a month for each year of
credited service, not including
adjustments made under
secs. 380, 410, 450, 475 and
480. "



RECORDS CERTIFICATION



I, the undersigned, an employee of the State of Alaska, do hereby certify that the microfilm images on this microform are accurate reproductions of the original records of the State of Alaska as accumulated during the regular course of business, and that it is the established policy and practice of this State to microfilm its records and to dispose of the original records after microfilm reproductions have been made.

James D. Smith
Signature of Camera Operator

4/4/89
Date

Committee Report

S E N A T E

March 1, 1972 Date

Mr. President:

The Committee on Finance has had SB 270
(Re motor vehicle registration)
under consideration. A majority of the members of the Committee

- recommends it do pass
- recommends it do not pass
- recommends it do pass with attached amendment(s)
- recommends it be replaced with CS for _____ and that
CS for _____ do pass
- (and) recommends it be referred to the _____
committee
- reports it back without recommendation
- (other) _____

MEMBERS SIGNING THE MAJORITY REPORT:

_____	_____	_____
<i>[Signature]</i>	<i>[Signature]</i>	
_____	_____	_____
<i>[Signature]</i>	<i>[Signature]</i>	
_____	_____	_____

MEMBERS NOT CONCURRING IN THE MAJORITY REPORT:

- _____ recommends:
- _____ recommends:
- _____ recommends:
- _____ recommends:
- _____ recommends:

[Signature]
CHAIRMAN

The Legislature of the State of Alaska
FISCAL NOTE
Second Session - Seventh State Legislature

I. REQUEST

Bill Identification: SB 270
 Title: MOTOR VEHICLE REGISTRATION
 Requested by: Legislative Finance Date: 2-14-72
 Return Date Requested: 2-21-72
 Agency: Revenue Program: Fiscal Services

II. FISCAL DETAIL

Budget Request Unit(s) Affected: _____
 A. EXPENDITURES: (Thousands of dollars)

OBJECT	FY 72	FY 73	FY 74	FY 75	FY 76	FY 77
100 PERSONAL SERVICES		1.4	-0-	-0-	-0-	-0-
200 TRAVEL						
300 CONTRACTUAL		2.8	.6	.6	.6	.6
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL	-0-	4.2	.6	.6	.6	.6

B. FUNDING: (Thousands of dollars)

GENERAL FUND	-0-	4.2	.6	.6	.6	.6
FEDERAL FUNDS						
OTHER						

C. POSITIONS:

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

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

See attached memorandum from Phil A. Wall, Director, Administrative Services Division, detailing costs and estimated revenue for FY 1973 through 1977 and suggested technical amendments.

IV. ATTACHMENTS

V. DATE: 2/18/72 PREPARED BY: R. D. Stevenson

R. D. Stevenson
Deputy Commissioner
Department of Revenue

Original: Legislative Finance
 cc: Budget and Management
Prime Sponsor (First Legislator Named)

PH

MEMORANDUM

State of Alaska

TO: [

R. D. Stevenson
Deputy Commissioner
Department of Revenue

DATE : February 18, 1972

FROM: P. A. Wall, Director *PAW*
Administrative Services Division
Department of Revenue

SUBJECT: SB 270 - Relating to MV
Registration of Remote
Area Vehicles

My previous memos of January 19 and February 10 provide background for this report. However, this memorandum is the fiscal note of record concerning SB 270.

The ten (10) Alaska State Trooper posts throughout the State estimate that between 1,200 and 1,500 vehicles will be effected by SB 270. Approximately 45% are motorcycles. A one-time revenue increase of \$27,000 would result from implementation of the bill (1,350 vehicles times \$20, averaged, license and titles fees).

Provision for charging title fee (\$2.00) should be added to Sec. 128 (b) "the fee for transfer of registration and title is \$2.00."

Provision for assignment of title by lienholder and release of lienholder by owner should be added as a new sub-section. Sec. 128 (e), "The lienholder assignment and release provisions contained in sections 420 and 430 apply to this section."

COST ESTIMATEImplementation Cost

Postage 1,500 x \$.60	\$ 900
Forms	400
Plates 1,500 x \$1.00	1,500
Range 8 - 1 position - 2 months @ \$700 per mo.	<u>1,400</u>
TOTAL IMPLEMENTATION COSTS	\$4,200

Recurring Cost

Plates 200 @ \$1.00	\$ 200
Postage 200 x \$.60	120
Forms & Printing	<u>280</u>
TOTAL RECURRING COSTS	\$ 700

REVENUE ESTIMATES

First Year

1,350 vehicles @ \$20 averaged \$27,000

Recurring Revenue

100 vehicles @ \$20 averaged \$ 2,000

An implementation appropriation of \$4,200 should be authorized. The effective date should be January 1, 1973.

PAW:dsw

cc C. L. Pyles

March 1, 1972

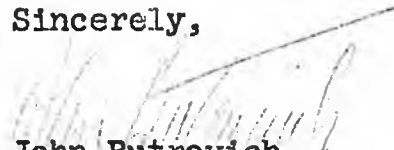
Honorable Terry Miller, Chairman
Senate Rules Committee
Alaska State Senate
Juneau, Alaska 99801

Dear Terry:

The Senate Finance Committee has had SB 270, "An Act relating to motor vehicle registration," under consideration. A majority of the members recommend it "do pass."

I would appreciate it if you would notify me before SB 270 is placed on the calendar.

Sincerely,


John Butrovich
Chairman
Senate Finance Committee

ds

STATE OF ALASKA

THE LEGISLATURE

BUDGET AND AUDIT COMMITTEE

AUDIT DIVISION
FOURTH FLOOR — ALASKA OFFICE BUILDING

FINANCE DIVISION
FOURTH FLOOR — STATE CAPITOL

JUNE 1960

M E M O R A N D U M

TO: Bob Stevenson,
Deputy Commissioner
Department of Revenue

DATE: 2/14/72

FROM: LEGISLATIVE FINANCE
ROOM 407
CAPITOL BUILDING

SUBJ: FISCAL NOTE REQUEST

PLEASE COMPLETE THE ATTACHED FISCAL NOTE FOR SB 270,
AND RETURN IT TO OUR OFFICE BY 2/21/72.

IN ADDITION TO THE GENERAL INSTRUCTIONS REGARDING FISCAL
NOTE PREPARATION (REFERENCE OUR MEMO OF 12/15/71),
PLEASE OBSERVE THE FOLLOWING:

TIMELY RETURN OF THIS INFORMATION IS REQUESTED. HOWEVER,
IF ADDITIONAL PREPARATION TIME IS REQUIRED, NOTIFY OUR OFFICE
AS SOON AS POSSIBLE IN ORDER THAT DISCUSSION OF THE PROPOSED LEG-
ISLATION MAY BE RESCHEDULED TO A LATER DATE.

ATTACHMENTS: (1) FISCAL NOTE
(2) COPY OF BILL VERSION

CC: BUDGET & MANAGEMENT

fixal note

Offered: 1/10/72
Referred: Commerce; Finance

BY YOUNG, CHRISTIANSEN,
GROH, HENSLEY,
PALMER AND POLAND

1 IN THE SENATE

2 SENATE BILL NO. 270

3 IN THE LEGISLATURE OF THE STATE OF ALASKA .

4 SEVENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to motor vehicle registration."

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

8 * Section 1. AS 28.10.040 is amended by adding a new paragraph to read:

9 (7) a motor vehicle which is not operated on a highway
10 actually maintained by the state, which is located in an area that
11 has no access to highways actually maintained by the state, and which
12 is registered under sec. 128 of this chapter.

13 * Sec. 2. AS 28.10 is amended by adding a new section to read:

14 Sec. 28.10.128. REGISTRATION OF VEHICLES NOT USED ON STATE MAIN-
15 TAINED HIGHWAYS. (a) Upon application by the owner and under regula-
16 tions adopted by the department, the department shall register and
17 issue a registration certificate and registration plates for a motor
18 vehicle which is not operated on a highway actually maintained by the
19 state, and which is located in an area that has no access to highways
20 actually maintained by the state.

21 (b) A motor vehicle registration and registration certificate
22 issued under this section are permanent and do not expire unless the
23 vehicle is moved temporarily or permanently to an area which has
24 access to highways actually maintained by the state. If the motor
25 vehicle is transferred or sold, the registration does not expire but
26 is transferred with the certificate of title. The fee for the transfer
27 of registration is \$2.

28 (c) The registration plates for a vehicle registered under this
29 section shall bear no date, be permanent, and remain with the vehicle

1 upon sale or transfer of the vehicle. If, however, the vehicle is
2 moved temporarily or permanently to an area where there is access to
3 a state maintained highway, the registration plates are invalid.

4 (d) The license tax charged for the registration of a vehicle
5 under this section shall be the same as that charged for other vehicles
6 of the same class under sec. 200 of this chapter.
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RECORDS CERTIFICATION



I, the undersigned, an employee of the State of Alaska, do hereby certify that the microfilm images on this microform are accurate reproductions of the original records of the State of Alaska as accumulated during the regular course of business, and that it is the established policy and practice of this State to microfilm its records and to dispose of the original records after microfilm reproductions have been made.

James D. Smith
Signature of Camera Operator

4/4/89
Date

Committee Report

S E N A T E

_____ Date

Mr. President:

The Committee on Finance (Cigarette Tax) has had 30 3/74 under consideration. A majority of the members of the Committee

- recommends it do pass
- recommends it do not pass
- recommends it do pass with attached amendment(s)
- recommends it be replaced with CS for _____ and that CS for _____ do pass
- (and) recommends it be referred to the _____ committee
- reports it back without recommendation
- (other) _____

MEMBERS SIGNING THE MAJORITY REPORT:

_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____

MEMBERS NOT CONCURRING IN THE MAJORITY REPORT:

_____ recommends:

_____ recommends:

_____ recommends:

_____ recommends:

_____ recommends:

_____ CHAIRMAN

A M E N D M E N T

Offered in the SENATE

By SENATE FINANCE COMMITTEE

To: _____ SENATE BILL NO. 275

_____ HOUSE BILL NO. _____

AMENDMENT: Page 1 Line 10

Change "[TWO]" to "[ONE]"

The Legislature of the State of Alaska
FISCAL NOTE
Second Session - Seventh State Legislature

I. REQUEST

Bill Identification: Senate Bill No. 275
 Title: An Act relating to the tax levy on cigarettes
 Requested by: Legislative Finance Date: 1-17-72
 Return Date Requested: 1-24-72
 Agency: Revenue Program: Fiscal Services

II. FISCAL DETAIL

Budget Request Unit(s) Affected: _____

A. EXPENDITURES: (Thousands of dollars)

OBJECT	FY 72	FY 73	FY 74	FY 75	FY 76	FY 77
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL						

REVENUES

B. ~~EXPENDITURES~~ (Thousands of dollars)

GENERAL FUND		1,959.3	2,026.4	2,269.6	2,451.0	2,647.2
FEDERAL FUNDS						
OTHER						

C. POSITIONS:

PERMANENT/TEMPORARY	/	/	/	/	/	/
MAN MONTHS (P./T.)	/	/	/	/	/	/

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

See memorandum from Steffen Andersen, Director, Excise Tax Division, Department of Revenue dated 12-24-72

IV. ATTACHMENTS

Memorandum from Steffen Andersen, Director, Excise Tax Division, Department of Revenue Chart showing additional revenues for Fiscal Years 1973 through 1977 by imposing additional cigarette tax rates from 1¢ through 8¢.
 All state rates on cigarette taxes as of September 1971.

V. DATE: January 24, 1972 PREPARED BY: R. D. Stevenson

R. D. Stevenson
Deputy Commissioner

Original: Legislative Finance
 cc: Budget and Management
Prime Sponsor (First Legislator Named)

RG