

LEG. FINANCE - BILLS 1979 - 1980 1181

HB 873 thru CS HB 880 1181



# RECORDS CERTIFICATION



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James O Smith  
Signature of Camera Operator

3/20/90  
Date

Introduced: 2/18/80  
Referred: Finance

1 IN THE HOUSE

BY MCKINNON AND COTTEN

2 HOUSE BILL NO. 873

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to the issuance of general obligation  
7 bonds for veterans' housing; and providing for an  
8 effective date."

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

10 \* Section 1. AS 37.15.020 is amended by adding a new subsection to read:

11 (b) The state bond committee may not sell general obligation bonds  
12 authorized for veterans' housing in combination with the sale of a  
13 general obligation bond authorized for any other purpose.

14 \* Sec. 2. AS 37.15 is amended by adding a new section to read:

15 Sec. 37.15.202. MANAGEMENT OF VETERANS' HOUSING GENERAL OBLIGATION  
16 BONDS. (a) There is a special fund of the state known as the "veterans'  
17 housing general obligation bond fund" into which shall be paid the  
18 proceeds of the sale of general obligation bonds authorized for  
19 veterans' housing, except any accrued interest paid on these bonds which  
20 shall be paid into the veterans' housing general obligation bond redemp-  
21 tion fund. The money in the veterans' housing general obligation bond  
22 fund may be transferred to the Alaska World War II veterans' revolving  
23 fund created by AS 26.15.090, for making veterans' loans under AS 26.-  
24 15.040 - 26.15.140.

25 (b) There is a special fund of the state known as the "veterans'  
26 housing general obligation bond redemption fund" which is a trust fund  
27 for paying and securing the payment of the principal of and interest and  
28 redemption premium, if any, on general obligation bonds authorized for  
29 veterans' housing and which shall be at all times completely segregated

1 and set apart from all other funds of the state. The state bond com-  
2 mittee, on behalf of the state, shall obligate and bind the state to set  
3 aside and pay into the bond redemption fund any part or parts of, or all  
4 of, or a fixed proportion of, or a fixed amount of the money in the fund  
5 sufficient to pay the principal of and interest and redemption premium,  
6 if any, on the bonds as the payments become due. The state bond com-  
7 mittee shall provide for the transfer of the fund balance to the general  
8 fund annually.

9 \* Sec. 3. AS 26.15.040(d) is amended to read:

10 (d) Money loaned shall be delivered to the borrower in the form of  
11 a warrant drawn on the treasury, vouchered in the manner prescribed for  
12 state disbursing officers, and charged against the Alaska World War II  
13 veterans' revolving fund. Each voucher shall be approved by the com-  
14 missioner of commerce and economic development or any bonded deputy  
15 authorized to act as a certifying officer. [UPON REPAYMENT OF LOANS BY  
16 INSTALLMENTS, OR OTHERWISE, IN ACCORDANCE WITH THE PRESCRIBED TERMS, OR  
17 UPON LIQUIDATION BY FORECLOSURE OR OTHER PROCESS, OR UPON RECEIPT OF  
18 INTEREST OR OTHER REVENUE, THE MONEY SO RECEIVED SHALL BE TURNED OVER TO  
19 THE COMMISSIONER OF REVENUE FOR DEPOSIT IN THE ALASKA WORLD WAR II  
20 VETERANS' REVOLVING FUND.]

21 \* Sec. 4. AS 26.15.040 is amended by adding a new subsection to read:

22 (e) When a loan is repaid by installments or otherwise, in accord-  
23 ance with its terms, by foreclosure, or in any other manner,

24 (1) amounts received in payment of principal and interest on  
25 loans made with the proceeds of general obligation bonds authorized and  
26 issued for veterans' housing shall be set aside by the commissioner of  
27 commerce and economic development for payment into the veterans' housing  
28 general obligation bond redemption fund established by AS 37.15.202(b);

29 (2) other amounts received shall be transmitted to the com-

1           missioner of revenue for deposit into the Alaska World War II veterans'  
2           revolving fund.

3           \* Sec. 5. This Act takes effect on the effective date of a constitutional  
4 amendment authorizing the state to incur general obligation bonded indebted-  
5 ness for veterans' housing.

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Original

THE LEGISLATURE OF THE STATE OF ALASKA  
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. HB 873

Title An Act relating to the issuance of general obligation bonds for veterans' housing; and providing for an effective date.

Requested by McKinnon and Cotten

Date 2/18/80

II. FISCAL DETAIL

Agency Affected Deaprtment of Commerce and Economic Development

Program Category Affected Economic Development

BRU, Program, or Subprogram(s) Affected Veterans' Loan Fund

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

EXPENDITURES (Thousands of Dollars)

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
100 PERSONAL SERVICES		295.1	590.2	649.2	714.1	785.5
200 TRAVEL		9.7	19.4	21.3	23.4	25.7
300 CONTRACTUAL		38.9	77.4	85.1	93.6	103.0
400 COMMODITIES		3.4	6.0	6.6	7.3	8.0
500 EQUIPMENT		31.0	.0	1.5	.0	1.7
600 LAND & STRUCTURES		3.6	7.1	7.8	8.6	9.4
700 GRANTS, CLAIMS, ETC.						
<b>TOTAL</b>		<b>381.7</b>	<b>700.1</b>	<b>771.5</b>	<b>847.0</b>	<b>933.3</b>

FUNDING (Thousands of Dollars)

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
GENERAL FUND						
FEDERAL FUNDS						
OTHER (Specify Fund Source)						
		381.7	700.1	771.5	847.0	933.3

POSITIONS

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
FULL TIME		23	23	23	23	23
PART TIME						
TEMPORARY						

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

This fiscal note is based on the following assumptions:

- (1) All costs associated with obtaining bonding and all development for bond rating would be coordinated through the Department of Revenue.
- (2) Branch office staffing requirements would be the same as FY 1979 plus an inflation factor of 10%.
- (3) Personal Service cost estimates are based on wages scales in effect during 1979.
- (4) FY 1981 costs are for six months only. The division estimates that bonding would not be obtainable before January 1982.

IV. DATE 2-21-80

PREPARED BY Don Hostak, Director

AGENCY Div of Veterans Affairs, Dept of Commerce &

PHONE 465-2553

Economic Development

Original: Legislative Finance

cc: Budget and Management

Prime Sponsor (First Legislator Named)

Detailed Analysis of Fiscal Note for HB 873

An Act relating to the issuance of general obligation bonds for veterans' housing; and providing for an effective date.

Object Code	Description	ANC	FAI	6 months	12 months
100	2 Regional Managers, 1 Anchorage, 1 Fairbanks	\$ 2411	\$ 2794	\$ 31,230	\$ 62,460
	1 Loan Examiner III, Anchorage	2355	----	14,130	28,260
	4 Loan Examiner II, 3 Anchorage, 1 Fairbanks	2031	2355	50,688	101,376
	4 Loan Examiner I, Anchorage	1888	----	45,312	90,624
	3 Loan Closer I, 2 Anchorage, 1 Fairbanks	1254	1426	23,604	47,208
	3 Clerk Typist III, 1 Anchorage, 2 Fairbanks	1108	1254	21,696	43,392
	3 Clerk Typist II, Anchorage	1045	----	18,810	37,620
	3 Clerk IV, 2 Anchorage, 1 Fairbanks	1178	1339	22,170	44,340
	<u>Total wages, 23 positions</u>			<u>227,640</u>	<u>455,280</u>
	Standard Benefits (total wages x .1529)			34,806	69,612
	Supplemental benefits costs (total wages x .0665)			15,138	30,276
	Health insurance costs (man months x \$127)			17,526	35,052
	Total Personnel costs (from old wage scale)			<u>\$295,110</u>	<u>\$590,220</u>
200	Trips to inspect collateral, close loans and explain loan programs:				
	Annually: 30 trips @ \$267 per trip		\$ 8,000		
	20 trips to outlying areas @ \$90 per day		9,000		
	10 trips @ \$60 per day		1,800		
	Other costs @ \$20 per trip		600		
			<u>\$19,400</u>	\$ 9,700	\$ 19,400
300	Telephones and postage			\$ 9,800	\$ 19,500
	Rents and Leases, Anchorage			14,500	28,900
	Repair & Maintenance on office equipment			600	1,200
	Printing, Advertising and Copying			3,900	7,800
	Vehicle Rental, Anchorage			2,000	3,900
	Data Processing			600	1,200
	Electricity, Anchorage			500	900
	Credit Reports, 450 Anchorage, 110 Fairbanks annually			7,000	14,000
	Total Contractual Costs			<u>\$ 38,900</u>	<u>\$ 77,400</u>
400	Set up costs @ \$30 per person		\$ 700		
	Normal per annum operating costs		5,300	\$ 3,400	\$ 6,000

Detailed Analysis of Fiscal Note for HB 873 (continued)

500	Equipment to set up office for 23 people (Fairbanks price 10% higher estimate)							
			<u>Anchorage</u>		<u>Fairbanks</u>		<u>6 months</u>	<u>12 months</u>
	Desks - Executive	@ \$347	1	\$ 347	1	\$ 382		
	Regular	278	10	2,780	2	612		
	Secretarial	342	6	2,052	3	1,129		
	Chairs - Executive	173	11	1,903	3	571		
	Secretarial	131	6	786	3	393		
	Side w/o arms	61	10	610	2	134		
	Side w/arms	66	2	132	2	145		
	Utility tables	120	9	1,188	3	396		
	Cabinets - 5 drawer	203	5	1,015	2	447		
	2 drawer	124	4	496	2	273		
	Typewriters	810	6	4,860	3	2,673		
	Calculators	188	12	2,256	4	827		
	Costumer - 6 hanger	49	1	49	1	54		
	12 hanger	78	1	78	-	--		
	Bookcase	85	1	85	1	94		
	Storage Cabinet	140	1	140	1	154		
	Camera, SX-70	175	1	175	1	193		
	Microfishe Viewer/Printer	1,800	1	1,800	1	1,800		
	Total Equipment			<u>\$20,752</u>		<u>\$10,276</u>	<u>\$31,028</u>	<u>\$ 0</u>
600	ASHA payment for Fairbanks Regional Office Building (if available, otherwise this will be a rental under contractual services).						<u>\$ 3,600</u>	<u>\$ 7,100</u>
	TOTAL ESTIMATED COSTS FOR OPENDING REGIONAL OFFICES						<u>\$381,738</u>	<u>\$700,120</u>

THE LEGISLATURE OF THE STATE OF ALASKA  
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. HB 873

Title An Act relating to the issuance of general obligation bonds for veterans' housing; and providing for an effective date.

Requested by McKinnon and Cotten

Date 2/18/80

II. FISCAL DETAIL

Agency Affected Department of Commerce and Economic Development

Program Category Affected Economic Development

BRU, Program, or Subprogram(s) Affected Veterans' Loan Fund

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

EXPENDITURES (Thousands of Dollars)

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500 EQUIPMENT		31.0	.0	1.5	.0	1.7
600 LAND & STRUCTURES		3.6	7.1	7.8	8.6	9.4
700 GRANTS, CLAIMS, ETC.						
<b>TOTAL</b>		<b>381.7</b>	<b>700.1</b>	<b>771.5</b>	<b>847.0</b>	<b>933.3</b>

FUNDING (Thousands of Dollars)

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GENERAL FUND						
FEDERAL FUNDS						
OTHER (Specify Fund Source)						
		381.7	700.1	771.5	847.0	933.3

POSITIONS

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PART TIME						
TEMPORARY						

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

This fiscal note is based on the following assumptions:

- (1) All costs associated with obtaining bonding and all development for bond rating would be coordinated through the Department of Revenue.
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IV. DATE 2-21-80

PREPARED BY Don Hostak, Director

AGENCY Div of Veterans Affairs, Dept of Commerce &

PHONE 465-2553 Economic Development

Original: Legislative Finance

cc: Budget and Management

Prime Sponsor (First Legislator Named)

**CATEGORY:** DEVELOPMENT

**AGENCY:** COMMERCE AND ECONOMIC DEVELOPMENT

**PROGRAM:** ECONOMIC DEVELOPMENT

**BRU (s):** VETERAN'S LOAN FUND

The goal of the Veteran's Loan Fund BRU is to reward Alaskan veterans and guardsmen for their contributions in maintaining the security of the Nation and the State of Alaska. This is accomplished through the provision of short and long term low interest rate loans to eligible veterans and guardsmen. These loans may be used to purchase, refinance, build and remodel homes, farms, businesses, and multiple dwelling units. Additionally, qualified veterans may be granted State loans for education, fishing, mining, or for personal use.

Prior to December 31, 1978, the Department of Revenue purchased the majority of loans approved and closed by the Division of Veteran's Affairs. Applications for new loans were not accepted after that date due to the drain on the General Fund. Consequently, the short-term objective for the current year and FY 81 are limited to maintenance of loans which have been previously made.

COMPONENT DESCRIPTION	79 AUTH	79 FINAL	79 ACT	80 AUTH	80 SUPL	80 RP	GOVERNOR
VET LOAN FUND	1479.5	1521.9	1484.9	908.5			936.2
** TOTAL	1479.5	1521.9	1484.9	908.5			936.2
** CHANGE VERSUS 80 AUTH							3.0%
OBJECT DESCRIPTION							
PERS. SERV.	1133.4	1168.7	1151.6	675.7			650.6
TRAVEL	40.3	38.3	27.2	15.0			18.8
CONTRACTUAL	252.8	259.9	245.5	180.8			223.6
COMMODITIES	10.0	10.0	9.3	7.0			7.5
EQUIPMENT	3.0	5.0	5.2				3.0
LANDS/BLDGS	40.0	40.0	39.9	30.0			32.7
MISC.			6.2				
FUNDING SOURCE							
OTHER FUNDS	1479.5	1521.9	1484.9	908.5			936.2
POSITIONS							
FULL-TIME	47.0	47.0	47.0	23.0			23.0
STAFF MONTHS	564.0	564.0	564.0	276.0			276.0

Detailed Analysis of Fiscal Note for HB 873

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Detailed Analysis of Fiscal Note for HB 873 (continued)

		<u>Anchorage</u>		<u>Fairbanks</u>		<u>6 months</u>	<u>12 months</u>
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	Desks - Executive	@ \$347	1	\$ 347	1	\$ 382	
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600	ASHA payment for Fairbanks Regional Office Building (if available, otherwise this will be a rental under contractual services).						
						<u>\$ 3,600</u>	<u>\$ 7,100</u>
	<b>TOTAL ESTIMATED COSTS FOR OPENDING REGIONAL OFFICES</b>					<u><u>\$381,738</u></u>	<u><u>\$700,120</u></u>

THE LEGISLATURE OF THE STATE OF ALASKA  
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. HOUSE BILL NO. 873

Title Relating to issuance of general obligation bonds for veteran's housing

Requested by House Finance Committee Date 2/18/80

II. FISCAL DETAIL

Agency Affected Department of Revenue

Program Category Affected \_\_\_\_\_

BRU, Program, or Subprogram(s) Affected \_\_\_\_\_

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

EXPENDITURES (Thousands of Dollars)

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
<b>TOTAL</b>	-0-	-0-	-0-	-0-	-0-	-0-

Cannot determine until desired bonding level set.

FUNDING (Thousands of Dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER (Specify Fund Source)						

POSITIONS

FULL TIME						
PART TIME						
TEMPORARY						

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

Fiscal impact cannot be determined until desired bonding level set.

Further, interest rate to borrower must be set to determine allowable servicing costs and any interest rate differential to be absorbed.

*Anselm C. Staack*

IV. DATE March 10, 1980

PREPARED BY Anselm C. Staack, Treasury Comptroller

AGENCY Dept. of Revenue/Treasury

PHONE 465-2351

Original: Legislative Finance

cc: Budget and Management

Prime Sponsor (First Legislator Named)

Bill Analysis with Comments

House Bill No. 873 (2/18/80)

The major point of importance in this bill occurs in Sec. 5 which makes the act effective on the effective date of a constitutional amendment authorizing the State to issue General Obligation Bonds for veterans housing. At present, such issues are not allowable under Sec. 8, Article IX of the State Constitution. The ultimate deposition of the Ulman Bill now being considered by Congress could also negate the ability to sell such bonds, as they are in substance, tax-exempt revenue housing bonds.

The body of the bill deals with procedures, should such issues be authorized. Sec. 1 of HB 873 amends AS 37.15.020 by adding a new subsection prohibiting sale of General Obligation Bonds in combination with sale of General Obligation Bonds for any other purpose. While this appears to be a necessary precaution, it would have the effect of increasing the number of issues brought to market.

Sec. 2 provides for a special fund into which shall be paid the proceeds of a bond sale for this purpose except for accrued interest paid on the bonds which is to be credited to the Redemption Fund (see below). Paragraph (a) of this section also provides money in this Veterans Housing General Obligation Bond Fund (presumably proceeds from a bond sale) "...may be transferred to the Alaska World War II Veterans Revolving Loan Fund..."

It is not clear why permissive rather than mandatory language is used here.

Comment: As the purpose of this legislation is to make bond monies available for loans for veterans housing, it would seem advisable to flow the cash into the existing loan mechanism already in place. The alternative would be to make loans directly from the General Obligation Bond Fund which would be, in effect, the creation of a second veterans loan program. It is also not stated in this paragraph who is responsible for determining the amount and timing of transfers to be made.

Paragraph (b) of Sec. 2 of HB 873 establishes the usual General Obligation Bond Redemption Fund for the payment of principal and interest on outstanding issues as they fall due. The balance of the paragraph seems to relate to monies derived from repayment of loans made from bond proceeds but the language is ambiguous.

Sec. 3 and 4 of HB 873 amends AS 26.15.040(d) and adds a new subsection (e). These are primarily corrections to the Veterans loans procedures to accommodate the inclusion of bond proceeds. The first paragraph of the new subsection (e) provides for deposit of repayments of principal and interest on loans made from bond monies in the Veterans Housing General Obligation Bond Redemption Fund. Paragraph 2 to the new subsection directs other amounts received be deposited in the W W II Veterans Revolving Loan Fund.

Fiscal Impact

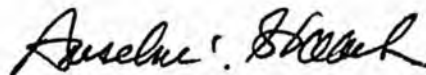
Direct fiscal impact of this bill would result from the cost associated with an increased number of bond issues per fiscal year. s housing issues are more involved than standard general obligation issues, Financial Advisor and Bond Counsel fees would probably be based on the higher rates chargeable for revenue bonds.

Continuing impact would result from the spread between loan interest charged, recently set at 8-1/2% for veterans, and bond rates. Recent housing revenue bond issues have rates substantially higher than general obligation issues for more traditional purposes. Present chaotic market conditions are such as to make any estimate as to probable rate difficult. It is entirely possible that general obligation bonds for this purpose will sell at a rate higher than the established loan rate which would require an interest subsidy.

There is also a possible negative secondary effect in that these types of issues could cause an interest rate rise to take place for other general obligation bonds of the State as the amount of issued debt would be in excess of normal levels.

The amount and timing of the proposed bond issues and projected rate subsidy are necessary before fiscal impact could be projected.

NOTE: In any case, these "Veteran General Obligation Bonds" are in substance, revenue bonds, not general obligation. The true effect of this bill is to take revenue bonds and give them umbrella protection of State general obligation bonds. The bill is also an attempt to circumvent the tax-exempt housing revenue bond restrictions posed in the Ulman bill.



Anselm C. Staack, Treasury Comptroller  
Department of Revenue/Treasury Division  
465-2351  
March 10, 1980

(11)

# COMMITTEE REPORT HOUSE

2/18/80

FURTHER:

Date: \_\_\_\_\_

Mr. Speaker:

The Committee on FINANCE has had HB 873  
"An Act relating to the issuance of general obligation bonds for veterans' housing; and providing for an effective date."

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

- do pass  do not pass
- do pass with attached amendments(s)
- replace with CS for \_\_\_\_\_  same title  
 new title
- and recommends \_\_\_\_\_
- AND attaches a "Letter of Intent"  New Fiscal Note
- reports it back without recommendation
- referred to the \_\_\_\_\_ Committee

MEMBERS SIGNING  
DO PASS

MEMBERS HAVING  
OTHER RECOMMENDATIONS:

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\_\_\_\_\_  
CHAIRMAN

7406  
Berner

Introduced: 2/18/80  
Referred: Finance

1 IN THE HOUSE

BY MCKINNON AND COTTEN

2 HOUSE BILL NO. 873

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to the issuance of general obligation  
7 bonds for veterans' housing; and providing for an  
8 effective date."

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

10 \* Section 1. AS 37.15.020 is amended by adding a new subsection to read:

11 (b) The state bond committee may not sell general obligation bonds  
12 authorized for veterans' housing in combination with the sale of a  
13 general obligation bond authorized for any other purpose.

14 \* Sec. 2. AS 37.15 is amended by adding a new section to read:

15 Sec. 37.15.202. MANAGEMENT OF VETERANS' HOUSING GENERAL OBLIGATION  
16 BONDS. (a) There is a special fund of the state known as the "veterans'  
17 housing general obligation bond fund" into which shall be paid the  
18 proceeds of the sale of general obligation bonds authorized for  
19 veterans' housing, except any accrued interest paid on these bonds which  
20 shall be paid into the veterans' housing general obligation bond redemp-  
21 tion fund. The money in the veterans' housing general obligation bond  
22 fund may be transferred to the Alaska World War II veterans' revolving  
23 fund created by AS 26.15.090, for making veterans' loans under AS 26.-  
24 15.040 - 26.15.140.

25 (b) There is a special fund of the state known as the "veterans'  
26 housing general obligation bond redemption fund" which is a trust fund  
27 for paying and securing the payment of the principal of and interest and  
28 redemption premium, if any, on general obligation bonds authorized for  
29 veterans' housing and which shall be at all times completely segregated

COMMITTEE COPY

1 and set apart from all other funds of the state. The state bond com-  
2 mittee, on behalf of the state, shall obligate and bind the state to set  
3 aside and pay into the bond redemption fund any part or parts of, or all  
4 of, or a fixed proportion of, or a fixed amount of the money in the fund  
5 sufficient to pay the principal of and interest and redemption premium,  
6 if any, on the bonds as the payments become due. The state bond com-  
7 mittee shall provide for the transfer of the fund balance to the general  
8 fund annually.

9 \* Sec. 3. AS 26.15.040(d) is amended to read:

0 (d) Money loaned shall be delivered to the borrower in the form of  
1 a warrant drawn on the treasury, vouchered in the manner prescribed for  
2 state disbursing officers, and charged against the Alaska World War II  
3 veterans' revolving fund. Each voucher shall be approved by the com-  
4 missioner of commerce and economic development or any bonded deputy  
5 authorized to act as a certifying officer. [UPON REPAYMENT OF LOANS BY  
6 INSTALLMENTS, OR OTHERWISE, IN ACCORDANCE WITH THE PRESCRIBED TERMS, OR  
7 UPON LIQUIDATION BY FORECLOSURE OR OTHER PROCESS, OR UPON RECEIPT OF  
8 INTEREST OR OTHER REVENUE, THE MONEY SO RECEIVED SHALL BE TURNED OVER TO  
9 THE COMMISSIONER OF REVENUE FOR DEPOSIT IN THE ALASKA WORLD WAR II  
0 VETERANS' REVOLVING FUND.]

1 \* Sec. 4. AS 26.15.040 is amended by adding a new subsection to read:

2 (e) When a loan is repaid by installments or otherwise, in accord-  
3 ance with its terms, by foreclosure, or in any other manner,

4 (1) amounts received in payment of principal and interest on  
5 loans made with the proceeds of general obligation bonds authorized and  
6 issued for veterans' housing shall be set aside by the commissioner of  
7 commerce and economic development for payment into the veterans' housing  
8 general obligation bond redemption fund established by AS 37.15.202(b);

9 (2) other amounts received shall be transmitted to the com-

1       missioner of revenue for deposit into the Alaska World War II veterans'  
2       revolving fund.

3       \* Sec. 5. This Act takes effect on the effective date of a constitutional  
4 amendment authorizing the state to incur general obligation bonded indebted-  
5 ness for veterans' housing.

ALASKA STATE LEGISLATURE

11th Legislature 2nd Session

HOUSE ...BILL..... NO. 873...

By ..MCKINNON AND COTTEN.....

"An Act relating to the issuance of general obligation bonds for veterans' housing; and providing for an effective date."

G.O. bonds/veterans' housing

Introduced in the House ...2/18..., 19. 80

HISTORY IN THE HOUSE

19 80	Read first time and referred to Committee on												
Feb. 18	Finance												
	Reported back with recommendation that												
	Read second time and												
	Read third time and												
	<table border="0"> <tr> <td>PASS</td> <td>Effective Date</td> </tr> <tr> <td>Yeas</td> <td>Yeas</td> </tr> <tr> <td>Nays</td> <td>Nays</td> </tr> <tr> <td>Absent</td> <td>Absent</td> </tr> <tr> <td>Excused</td> <td>Excused</td> </tr> </table>	PASS	Effective Date	Yeas	Yeas	Nays	Nays	Absent	Absent	Excused	Excused		
PASS	Effective Date												
Yeas	Yeas												
Nays	Nays												
Absent	Absent												
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	<table border="0"> <tr> <td colspan="2">Reconsideration</td> </tr> <tr> <td>PASS</td> <td>Effective Date</td> </tr> <tr> <td>Yeas</td> <td>Yeas</td> </tr> <tr> <td>Nays</td> <td>Nays</td> </tr> <tr> <td>Absent</td> <td>Absent</td> </tr> <tr> <td>Excused</td> <td>Excused</td> </tr> </table>	Reconsideration		PASS	Effective Date	Yeas	Yeas	Nays	Nays	Absent	Absent	Excused	Excused
Reconsideration													
PASS	Effective Date												
Yeas	Yeas												
Nays	Nays												
Absent	Absent												
Excused	Excused												
	Reported correctly engrossed												
	Signed by Speaker												
	Sent to Senate												
CHIEF CLERK OF THE HOUSE													

HISTORY IN THE SENATE

19	Read first time and referred to Committee on												
	Reported back with recommendation that												
	Read second time and												
	Read third time and												
	<table border="0"> <tr> <td>PASS</td> <td>Effective Date</td> </tr> <tr> <td>Yeas</td> <td>Yeas</td> </tr> <tr> <td>Nays</td> <td>Nays</td> </tr> <tr> <td>Absent</td> <td>Absent</td> </tr> <tr> <td>Excused</td> <td>Excused</td> </tr> </table>	PASS	Effective Date	Yeas	Yeas	Nays	Nays	Absent	Absent	Excused	Excused		
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Reconsideration													
PASS	Effective Date												
Yeas	Yeas												
Nays	Nays												
Absent	Absent												
Excused	Excused												
	Reported correctly engrossed												
	Signed by President												
	Returned to House												
SECRETARY OF THE SENATE													

HISTORY IN THE HOUSE

19	Received from Senate
	Reported correctly enrolled
	Sent to Governor
	..... By Governor
	Filed with Lt. Governor
Chapter No. ....	



# 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 O. Smith  
Signature of Camera Operator

3/20/90  
Date

COMMITTEE REPORT  
SENATE

FURTHER: None

Date: May 16, 1980

Mr. President:

The Committee on FINANCE has had CGSSSB 872  
fees for hunting musk oxen

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

- do pass  do not pass  
 do pass with attached amendments(s)  same title  
 replace with CS for \_\_\_\_\_  new title  
and recommends \_\_\_\_\_  
 AND attaches a "Letter of Intent"  New Fiscal Note  
 reports it back without recommendation  
 referred to the \_\_\_\_\_ Committee

MEMBERS SIGNING  
DO PASS

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
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MEMBERS HAVING  
OTHER RECOMMENDATIONS:

\_\_\_\_\_ No REC  
\_\_\_\_\_ No REC  
\_\_\_\_\_ No REC  
\_\_\_\_\_ No REC  
\_\_\_\_\_ No REC  
\_\_\_\_\_ No REC  
\_\_\_\_\_ No REC  
\_\_\_\_\_ No REC

\_\_\_\_\_  
CHAIRMAN

Original sponsor: Fuller

Offered: 4/10/80  
Referred: Rules

1 IN THE HOUSE BY THE RESOURCES COMMITTEE

2 CS FOR SPONSOR SUBSTITUTE FOR HOUSE BILL NO. 878

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to fees for hunting musk oxen."

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

8 \* Section 1. AS 16.05.340(a)(16) is amended by adding a new subparagraph  
9 to read:

10 (O) Musk oxen, each . . . . . 1,000

11 \* Sec. 2. AS 16.05.340(a)(18) is amended to read:

12 (18) Resident big game tags: [FOR BEAR, BROWN OR GRIZZLY,  
13 EACH. . . . . 25]

14 (A) Bear, brown or grizzly, each. . . . . 25

15 (B) Musk oxen, each . . . . . 500

16 However, the Board of Game may reduce or eliminate the fee  
17 for a resident big game tag for musk oxen for an open sea-  
18 son.

19 \* Sec. 3. AS 16.05.345 is repealed and re-enacted to read:

20 Sec. 16.05.345. PERMIT APPLICATIONS. (a) If the Board of Game  
21 declares an open season for musk oxen and has not reduced or eliminated  
22 the \$500 resident tag fee under AS 16.05.340(a)(18), the department  
23 shall conduct a drawing for permits to take the musk oxen. If the Board  
24 of Game declares an open season for musk oxen for which the Board of  
25 Game has reduced or eliminated the resident tag fee, the department  
26 shall issue permits to take the musk oxen in the order in which applica-  
27 tions are received by the department. A person is not eligible for more  
28 than one musk oxen permit a year. The department may not charge a fee  
29 for an application for a musk oxen permit for an open season in which

1 the Board of Game has reduced or eliminated the resident tag fee under  
2 AS 16.05.340(a)(18). In all other cases the application fee for a musk  
3 oxen permit is \$10.

4 (b) Except as provided in (a) of this section, the permit applica-  
5 tion fee for all species for which a limited drawing is conducted is \$5.

6 \* Sec. 4. AS 16.05.340(a)(19) is repealed.

THE LEGISLATURE OF THE STATE OF ALASKA  
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. CSSSHB 878

Title Relating to fees for hunting musk oxen

Requested by \_\_\_\_\_ Date \_\_\_\_\_

II. FISCAL DETAIL

Agency Affected \_\_\_\_\_ Revenue \_\_\_\_\_

Program Category Affected Fish & Game Support

BRU, Program, or Subprogram(s) Affected Fish & Game Licensing

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

EXPENDITURES (Thousands of Dollars)

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
100 PERSONAL SERVICES		0	0	0	0	0
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL		0	0	0	0	0

FUNDING (Thousands of Dollars)

GENERAL FUND		0	0	0	0	0
FEDERAL FUNDS						
OTHER (Specify Fund Source)						

POSITIONS

FULL TIME						
PART TIME						
TEMPORARY						

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

This Bill would return it to the present law.

IV. DATE April 7, 1980

PREPARED BY \_\_\_\_\_

*Donald Barnes*  
Donald Barnes

AGENCY Revenue

Original: Legislative Finance

PHONE 465-2313

cc: Budget and Management

Prime Sponsor (First Legislator Named)

THE LEGISLATURE OF THE STATE OF ALASKA  
ELEVENTH LEGISLATURE

SS HB 878

FISCAL NOTE

I. REQUEST

Bill/Resolution No. \_\_\_\_\_ Sponsor Substitute for House Bill No. 878  
Title An act relation to fees for hunting muskoxen  
Requested by Resources Date March 20, 1980

II. FISCAL DETAIL

Agency Affected Department of Revenue  
Program Category Affected Fish & Game Support  
BRU, Program, or Subprogram(s) Affected Fish & Game Licensing  
(Note: If more than one budget component is affected, separate line-item amounts and funding for each component in the analysis section.)  
EXPENDITURES (Thousands of Dollars)

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL						

FUNDING (Thousands of Dollars)

Revenue Effects

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
GENERAL FUND						
FEDERAL FUNDS						
OTHER (Specify Fund Source)						
Game Management fund	-0-	.6	.6			

POSITIONS

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
FULL TIME						
PART TIME						
TEMPORARY						

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

IV. DATE March 20, 1980 PREPARED BY Linda Gene Lockridge  
AGENCY Department of Revenue  
PHONE 465-2376  
Original: Legislative Finance  
cc: Budget and Management  
Prime Sponsor (First Legislator Named)

HB 878

THE LEGISLATURE OF THE STATE OF ALASKA  
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. House Bill No. 878

Title An act relating to fees for hunting musk oxen

Requested by House Resources Committee

Date March 1, 1980

II. FISCAL DETAIL

Agency Affected Department of Revenue

Program Category Affected Fish and Game Support

BRU, Program, or Subprogram(s) Affected Fish and Game Licensing

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

EXPENDITURES (Thousands of Dollars)

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						

TOTAL

FUNDING (Thousands of Dollars)

Revenue Effects

GENERAL FUND						
FEDERAL FUNDS						
OTHER (Specify Fund Source)						
Game Management Fund	-0-	1.2	1.2			

POSITIONS

FULL TIME						
PART TIME						
TEMPORARY						

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

IV. DATE March 6, 1980

PREPARED BY Linda Gene Lockridge

AGENCY Department of Revenue

PHONE 465-2376

Original: Legislative Finance

cc: Budget and Management

Prime Sponsor (First Legislator Named)

THE LEGISLATURE OF THE STATE OF ALASKA  
ELEVENTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. House Bill No. 878  
 Title An act relating to fees for hunting musk oxen  
 Requested by House Resources Committee Date March 1, 1980

II. FISCAL DETAIL

Agency Affected Department of Revenue  
 Program Category Affected Fish and Game Support  
 BRU, Program, or Subprogram(s) Affected Fish and Game Licensing  
 (Note: If more than one budget component is affected, separate line-item amounts and funding for each component in the analysis section.)

EXPENDITURES (Thousands of Dollars)

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL	-0-	-0-	-0-			

FUNDING (Thousands of Dollars)

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
GENERAL FUND						
FEDERAL FUNDS						
OTHER (Specify Fund Source)						

POSITIONS

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
FULL TIME						
PART TIME						
TEMPORARY						

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

IV. DATE March 6, 1980 PREPARED BY Linda Gene Lockridge  
 AGENCY Department of Revenue  
 PHONE 465-2376  
 Original: Legislative Finance  
 cc: Budget and Management  
Prime Sponsor (First Legislator Named)

Introduced: 3/17/80  
Referred: Resources

1 IN THE HOUSE

BY FULLER

2 SPONSOR SUBSTITUTE FOR HOUSE BILL NO. 878  
3 IN THE LEGISLATURE OF THE STATE OF ALASKA  
4 ELEVENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to fees for hunting musk oxen."

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

8 \* Section 1. AS 16.05.340(a)(16) is amended by adding a new subparagraph  
9 to read:

10 (O) Musk oxen, each . . . . . 1,000

11 \* Sec. 2. AS 16.05.340(a)(18) is amended to read:

12 (18) Resident big game tags: [FOR BEAR, BROWN OR GRIZZLY,  
13 EACH. . . . . 25]

14 (A) Bear, brown or grizzly, each. . . . . 25

15 (B) Musk oxen, male, each . . . . . 500

16 (C) Musk oxen, female, each . . . . . 25

17 \* Sec. 3. AS 16.05.345 is repealed and re-enacted to read:

18 Sec. 16.05.345. PERMIT APPLICATIONS. (a) If the Board of Game  
19 declares an open season for male musk oxen, the department shall conduct  
20 a drawing for permits to take male musk oxen. If the Board of Game  
21 declares an open season for female musk oxen, the department shall issue  
22 permits to take female musk oxen in the order in which applications are  
23 received by the department. A person is not eligible for more than one  
24 musk oxen permit a year. Each application for a male musk oxen permit  
25 shall be accompanied by a \$10 fee. The department may not charge a fee  
26 for an application for female musk oxen permit.

27 (b) Except as provided in (a) of this section, the permit applica-  
28 tion fee for all species for which a limited drawing is conducted is \$5.

29 \* Sec. 4. AS 16.05.340(a)(19) is repealed.

Introduced: 3/17/80  
Referred: Resources

1 IN THE HOUSE

BY FULLER

2 SPONSOR SUBSTITUTE FOR HOUSE BILL NO. 878  
3 IN THE LEGISLATURE OF THE STATE OF ALASKA  
4 ELEVENTH LEGISLATURE - SECOND SESSION

5 A BILL

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17 \* Sec. 3. AS 16.05.345 is repealed and re-enacted to read:

18 Sec. 16.05.345. PERMIT APPLICATIONS. (a) If the Board of Game  
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20 a drawing for permits to take male musk oxen. If the Board of Game  
21 declares an open season for female musk oxen, the department shall issue  
22 permits to take female musk oxen in the order in which applications are  
23 received by the department. A person is not eligible for more than one  
24 musk oxen permit a year. Each application for a male musk oxen permit  
25 shall be accompanied by a \$10 fee. The department may not charge a fee  
26 for an application for a female musk oxen permit.

27 (b) Except as provided in (a) of this section, the permit applica-  
28 tion fee for all species for which a limited drawing is conducted is \$5.

29 \* Sec. 4. AS 16.05.340(a)(19) is repealed.

The bill permits the Department of Fish and Game and the Board of Game to lower the resident tag fee for musk oxen in certain situations. There are presently 167 musk oxen counted on Nelson Island. This amount of musk oxen has been determined by the Department of Fish and Game to be too many for the habitat. Therefore it is necessary for some of the musk oxen to be harvested. The people of Toksook Bay and the Central Bering Sea Fish and Game Advisory Committee requested that the legislature lower the tag fee in order that they be given the opportunity to take these surplus musk oxen for their personal use. The Nelson Island area is very poor in red meat resources and the musk oxen would be a beneficial supplement to their diet. Presently the tag fee for residents makes the taking of musk oxen prohibitively expensive. Allowing the Board of Game to lower the tag fee and provide for an open season when a surplus exists would enable these villagers to take musk oxen while providing for a healthy and stable populations on the island.

The people of Toksook Bay and the advisory committee decided that they would rather not have a sports hunt of musk oxen on the island. Rather than follow a plan similar to that on Nunivak Island, where local villagers take part in the guiding for musk oxen, the people of Toksook Bay requested that they and the other villagers of the Nelson Island area be able to harvest this surplus in the discretion of the Board of Game. This bill

would provide for similar arrangements for other musk oxen herds. Something needs to be done at this time to provide for the welfare of the musk oxen herd on Nelson Island and this bill provides the flexibility to harvest the surplus animals according to the desires of the people who have lived with the musk oxen since their transplant from Nunivak Island. It also should be noted, however, that nothing in this bill is intended to require the Board of Game to reduce or eliminate the resident Big Game Tag for musk oxen in instances such as the Nunivak Island sport hunt in which the Board determines that the \$500 resident tag is appropriate.

SECTIONAL ANALYSIS

Section 1. Addition of a sub-paragraph that institutes a \$1000 non-resident big game tag fee for musk oxen.

Section 2. Paragraph 18, which presently deals only with bears, is revised to include musk oxen. It requires a \$500 resident big game tag fee for musk oxen. Additional language is inserted stating: However, the Board of Game may reduce or eliminate the fee for a resident big game tag for musk oxen for an open season.

Section 3. The present section on musk oxen is repealed and replaced by Permit Applications:

(a) If the Board of Game declares an open season for

musk oxen and has not reduced or eliminated the \$500 resident tag fee, the department shall conduct a drawing for permits to take musk oxen.

(b) If an open season is declared and the Board has reduced or eliminated the resident tag fee, permits to take musk oxen shall be issued in the order the applications were received. No person is eligible for more than one permit per year. The department may not charge an application fee for permits if the tag fee has been reduced or eliminated. In all other cases the application fee is \$10.

(c) Except for musk oxen, the permit application fee for which a limited drawing is conducted is \$5.

Fiscal note indicates no fiscal impact.



# 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 O Smith  
Signature of Camera Operator

3/20/90  
Date

(11)

# COMMITTEE REPORT HOUSE

3/31/80

FURTHER:

Date: 4-24-80

Mr. Speaker:

The Committee on FINANCE has had HB 880

"An Act relating to post-retirement pension adjustments in the teachers' retirement system; and providing for an effective date."

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

- do pass  do not pass
- do pass with attached amendments(s)
- replace with CS for HB 880 (Finance)  same title  
 new title
- and recommends it "do pass"
- AND attaches a "Letter of Intent"  New Fiscal Note \$54.7 1/3
- reports it back without recommendation
- referred to the \_\_\_\_\_ Committee

MEMBERS SIGNING  
DO PASS

MEMBERS HAVING  
OTHER RECOMMENDATIONS:

McKinnon

Rosen

[Signature]

[Signature]

Freeman

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

Freeman  
Vice CHAIRMAN

Original sponsor: Miller

1 IN THE HOUSE

BY THE FINANCE COMMITTEE

2 CS FOR HOUSE BILL NO. 880 (Finance)

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to post-retirement pension adjustments  
7 in the teachers' and public employees' retirement  
8 systems; and providing for an effective date."

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

10 \* Section 1. AS 14.25.143(a) is repealed and re-enacted to read:

11 (a) When the administrator determines that the cost of living has  
12 increased and that the financial condition of the retirement fund  
13 permits, the administrator shall increase benefit payments to persons  
14 receiving benefits under this system.

15 \* Sec. 2. AS 14.25.143(b) is repealed and re-enacted to read:

16 (b) The amount of the increase in benefit payments may not exceed  
17 the greater of

18 (1) the increase in the cost of living between the year of  
19 retirement and the year for which the increase in benefit is determined;  
20 or

21 (2) four percent of the retirement benefit compounded for  
22 each year of retirement.

23 \* Sec. 3. AS 14.25.143(c) is repealed and re-enacted to read:

24 (c) The administrator shall implement this section by regulation.

25 \* Sec. 4. AS 14.25.143 is amended by adding new subsections to read:

26 (e) If at the time of first receiving a retirement benefit a  
27 member was receiving a disability benefit, the administrator shall  
28 include the time during which the member received the disability benefit  
29 in determining the number of years of retirement under this section.

1 (f) An increase in benefit payments under this section is effec-  
2 tive July 1 of the year for which the increase is granted.

3 \* Sec. 5. AS 39.35.475 is repealed and re-enacted to read:

4 Sec. 39.35.475. POST-RETIREMENT PENSION ADJUSTMENT. (a) When the  
5 administrator determines that the cost of living has increased and the  
6 financial condition of the retirement fund permits, he shall increase  
7 benefit payments to persons receiving benefits under this system.

8 (b) The amount of the increase in benefit payments may not exceed  
9 the greater of

10 (1) the increase in the cost of living between the year of  
11 retirement and the year for which the increase in benefit is determined;  
12 or

13 (2) four percent of the retirement benefit compounded for  
14 each year of retirement.

15 (c) If at the time of first receiving a retirement benefit a  
16 member was receiving a disability benefit under this system, the  
17 administrator shall include the time during which the member received  
18 the disability benefit in determining the number of years of retirement  
19 under this section.

20 (d) An increase in benefit payments under this section is effec-  
21 tive July 1 of the year for which the increase is granted.

22 (e) The administrator shall implement this section by regulation.

23 \* Sec. 6. EFFECT OF DISABILITY ON DETERMINATION OF NORMAL BENEFIT OF  
24 RETIRED MEMBER OF TEACHERS' RETIREMENT SYSTEM. The retirement benefit pay-  
25 able to a member of the teachers' retirement system who is receiving a normal  
26 retirement benefit under AS 14.25.110 on the effective date of this Act, and  
27 who at the time of his retirement was receiving a disability benefit under  
28 the teachers' retirement system, shall be increased by a percentage equal to  
29 the percentage of all post-retirement pension adjustments payable under

1 AS 14.25.143 during the period that the member was receiving a disability  
2 benefit.

3 \* Sec. 7. EFFECT OF DISABILITY ON DETERMINATION OF NORMAL BENEFIT OF  
4 RETIRED MEMBER OF PUBLIC EMPLOYEES' RETIREMENT SYSTEM. The retirement bene-  
5 fit payable to a member of the public employees' retirement system who is  
6 receiving a normal retirement benefit under AS 39.35.370 on the effective  
7 date of this Act, and who at the time of his retirement was receiving a  
8 disability pension under the public employees' retirement system, shall be  
9 increased by a percentage equal to the percentage of all post-retirement  
10 pension adjustments payable under AS 39.35.475 during the period that the  
11 member was receiving a disability benefit.

12 \* Sec. 8. This Act takes effect July 1, 1980.  
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# MEMORANDUM

## State of Alaska

TO:

DEPT. \_\_\_\_\_

DIV. \_\_\_\_\_

SEC. \_\_\_\_\_

Legislative Affairs

DATE : April 25, 1980

FROM: Vicki Wilson  
House Finance Committee  
Cap Bldg Rm 519  
3795/3796

SUBJECT: CS for HB 880 (Finance)

Please prepare Finance Committee Substitute for HB 880 incorporating the attached amendments. Also attached is a copy of the bill. Please return to me as soon as possible. Thanks.

IN THE LEGISLATURE OF THE STATE OF ALASKA  
ELEVENTH LEGISLATURE - SECOND SESSION

A BILL

For an Act entitled: "An Act relating to post-retirement pension adjustments in the teachers' and public employees' retirement systems; and providing for an effective date."

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

\*Section 1. AS 14.25.143(a) is repealed and reenacted to read:

AS. 14.25.143. POST-RETIREMENT PENSION ADJUSTMENT. (a) When the administrator determines that the cost of living has increased and the financial condition of the retirement fund permits, he shall increase benefit payments to persons receiving benefits under this system to reflect this increase in the cost of living. The amount of the increase may not exceed the increase in the cost of living or four percent compounded for each year of retirement. If at the time of first receiving a retirement benefit a member was receiving a disability benefit under this system, the administrator shall include the time during which the member received the disability benefit in determining the number of years of retirement under this subsection. Increases shall be effective July 1 of the year for which the increase was granted. The administrator shall implement this subsection by regulation.

\*Sec. 2. AS 39.35.475 is repealed and reenacted to read:

Sec. 39.35.475. POST-RETIREMENT PENSION ADJUSTMENT. When the administrator determines that the cost of living has increased and the financial condition of the retirement fund permits, he shall increase benefit payments to persons receiving benefits under this system to reflect this increase in the cost of living. The amount of the increase may not exceed the increase in the cost of living or four percent compounded for each year of retirement. If at the time of first receiving a retirement benefit a member was receiving a disability benefit under this system, the administrator shall include the time during which the member received the disability benefit in determining the number of years of retirement under this section. Increases shall be effective July 1 of the year for which the increase was granted. The administrator shall implement this section by regulation.

\*Sec. AS 14.25.143 (b) and (c) are repealed.

\*Sec. 4. The retirement benefits payable to a member of the teachers' retirement system who is receiving a normal retirement benefit under AS 14.25.110 on the effective date of this Act, and who at the time of his retirement was receiving a disability benefit under this system, shall be increased by a percentage equal to the percentage of all post-retirement pension adjustments payable under AS 14.25.143 during the period that the member was receiving a disability benefit.

\*Sec. 5. The retirement benefit payable to a member of the public employees' retirement system who is receiving a normal retirement benefit under AS 39.35.370 on the effective date of this Act, and who at the time of his retirement was receiving a disability pension under under this system, shall be increased by a percentage equal to the percentage of all post-retirement pension adjustments payable under AS 39.35.475 during the period that the member was receiving a disability benefit.

\*Sec. 5. This Act takes effect July 1, 1980.

FISCAL NOTE

I. REQUEST

Bill/Resolution No. CSHB 880

Title An Act Relating to Post-Retirement Pension Adjustments in the TRS and PERS

Requested by \_\_\_\_\_ Date \_\_\_\_\_

II. FISCAL DETAIL

Agency Affected Administration - Division of Retirement & Benefits

Program Category Affected Labor Services and Elementary & Secondary Education

BRU, Program, or Subprogram(s) Affected 02-96-8-01-01-02 (TRS) 02-11-8-02-01-00 (TRS MATCH)

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

EXPENDITURES (Thousands of Dollars)

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 STATE TRS MATCHING		46.5	51.2	56.3	61.9	68.1
100 BENEFITS		8.2	9.0	9.9	10.9	12.0
TOTAL		54.7	60.2	66.2	72.8	80.1

FUNDING (Thousands of Dollars)

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
GENERAL FUND		54.7	60.2	66.2	72.8	80.1
FEDERAL FUNDS						
VETERAN'S FUND						
FISH & GAME FUND						
HIGHWAY FUND						
AIRPORT FUND						
CAPITAL FUND						
PERS						
TRS						

POSITIONS

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
FULL TIME						
PART TIME						
TEMPORARY						

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

- Costs of granting the increased PRPA to future retirees are not calculated.
- Assume 30 retirees will be affected by this amendment and will receive increases of approximately \$350 a month.
- The increase in the TRS contribution rate for a higher percentage of PRPAs for 30 current retirees is .04% of covered payroll.
- Estimate FY 81 TRS covered payroll @ \$232,500,000.
- Estimate the TRS covered payrolls will increase at 10% annually.

IV. DATE April 3, 1980

PREPARED BY \_\_\_\_\_

*Paul B. Arnoldt*  
Paul B. Arnoldt, Director

AGENCY \_\_\_\_\_

Division of Retirement & Benefits

PHONE \_\_\_\_\_

465-4460

Original: Legislative Finance  
cc: Budget and Management



FISCAL NOTE

I. REQUEST

Bill/Resolution No. CSHB 880

Title An Act Relating to Post Retirement Pension Adjustments in the TRS and PERS

Requested by \_\_\_\_\_ Date \_\_\_\_\_

II. FISCAL DETAIL

Agency Affected Administration - Division of Retirement and Benefits

Program Category Affected Labor Services

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

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

EXPENDITURES (Thousands of Dollars)

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 STATE TRS MATCHING						
100 BENEFITS		26.3	28.9	31.8	35.0	38.5
TOTAL		26.3	28.9	31.8	35.0	38.5

FUNDING (Thousands of Dollars)

GENERAL FUND		21.5	23.7	26.0	28.7	31.5
FEDERAL FUNDS		1.2	1.3	1.5	1.6	1.8
VETERAN'S FUND		.1	.1	.1	.1	.1
FISH & GAME FUND		.2	.2	.2	.2	.2
HIGHWAY FUND		.3	.4	.4	.5	.5
AIRPORT FUND		.8	.8	.9	1.0	1.1
CAPITAL FUND		2.2	2.4	2.7	2.9	3.3
PERS						
TRS						

POSITIONS

FULL TIME						
PART TIME						
TEMPORARY						

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

- Costs of granting the increased PRPA to future retirees are not calculated.
- Assume 30 retirees will be affected by this amendment and will receive increases of approximately \$182 a month.
- The increase in the PERS contribution rate for a higher percentage of PRPAs for 30 current retirees is .01% of covered payroll.
- Estimate FY 81 covered state payroll at \$263,000,000.
- Estimate future state payroll to increase at 10% annually.

IV. DATE April 3, 1980

PREPARED BY Paul B. Arnoldt, Director

AGENCY Division of Retirement & Benefits

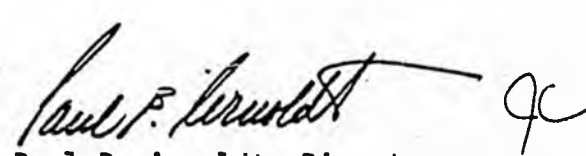
PHONE 465-4460

Original: Legislative Finance

cc: Budget and Management

Prime Sponsor (First Legislator Named)

State Affairs Committee



Original sponsor: Miller

1 IN THE HOUSE

BY THE FINANCE COMMITTEE

2 CS FOR HOUSE BILL NO. 880 (Finance)

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to post-retirement pension adjustments  
7 in the teachers' and public employees' retirement  
8 systems; and providing for an effective date."

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

10 \* Section 1. AS 14.25.143(a) is repealed and re-enacted to read:

11 (a) When the administrator determines that the cost of living has  
12 increased and that the financial condition of the retirement fund  
13 permits, the administrator shall increase benefit payments to persons  
14 receiving benefits under this system.

15 \* Sec. 2. AS 14.25.143(b) is repealed and re-enacted to read:

16 (b) The amount of the increase in benefit payments may not exceed  
17 the greater of

18 (1) the increase in the cost of living between the year of  
19 retirement and the year for which the increase in benefit is determined;

20 or

21 (2) four percent of the retirement benefit compounded for  
22 each year of retirement.

23 \* Sec. 3. AS 14.25.143(c) is repealed and re-enacted to read:

24 (c) The administrator shall implement this section by regulation.

25 \* Sec. 4. AS 14.25.143 is amended by adding new subsections to read:

26 (e) If at the time of first receiving a retirement benefit a  
27 member was receiving a disability benefit, the administrator shall  
28 include the time during which the member received the disability benefit  
29 in determining the number of years of retirement under this section.

1 (f) An increase in benefit payments under this section is effec-  
2 tive July 1 of the year for which the increase is granted.

3 \* Sec. 5. AS 39.35.475 is repealed and re-enacted to read:

4 Sec. 39.35.475. POST-RETIREMENT PENSION ADJUSTMENT. (a) When the  
5 administrator determines that the cost of living has increased and the  
6 financial condition of the retirement fund permits, he shall increase  
7 benefit payments to persons receiving benefits under this system.

8 (b) The amount of the increase in benefit payments may not exceed  
9 the greater of

10 (1) the increase in the cost of living between the year of  
11 retirement and the year for which the increase in benefit is determined;  
12 or

13 (2) four percent of the retirement benefit compounded for  
14 each year of retirement.

15 (c) If at the time of first receiving a retirement benefit a  
16 member was receiving a disability benefit under this system, the  
17 administrator shall include the time during which the member received  
18 the disability benefit in determining the number of years of retirement  
19 under this section.

20 (d) An increase in benefit payments under this section is effec-  
21 tive July 1 of the year for which the increase is granted.

22 (e) The administrator shall implement this section by regulation.

23 \* Sec. 6. EFFECT OF DISABILITY ON DETERMINATION OF NORMAL BENEFIT OF  
24 RETIRED MEMBER OF TEACHERS' RETIREMENT SYSTEM. The retirement benefit pay-  
25 able to a member of the teachers' retirement system who is receiving a normal  
26 retirement benefit under AS 14.25.110 on the effective date of this Act, and  
27 who at the time of his retirement was receiving a disability benefit under  
28 the teachers' retirement system, shall be increased by a percentage equal to  
29 the percentage of all post-retirement pension adjustments payable under

1 AS 14.25.143 during the period that the member was receiving a disability  
2 benefit.

3 \* Sec. 7. EFFECT OF DISABILITY ON DETERMINATION OF NORMAL BENEFIT OF  
4 RETIRED MEMBER OF PUBLIC EMPLOYEES' RETIREMENT SYSTEM. The retirement bene-  
5 fit payable to a member of the public employees' retirement system who is  
6 receiving a normal retirement benefit under AS 39.35.370 on the effective  
7 date of this Act, and who at the time of his retirement was receiving a  
8 disability pension under the public employees' retirement system, shall be  
9 increased by a percentage equal to the percentage of all post-retirement  
10 pension adjustments payable under AS 39.35.475 during the period that the  
11 member was receiving a disability benefit.

12 \* Sec. 8. This Act takes effect July 1, 1980.

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Introduced: 2/18/80  
Referred: State Affairs and  
Finance

1 IN THE HOUSE

BY MILLER

2 HOUSE BILL NO. 880

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to post-retirement pension adjustments  
7 in the teachers' retirement system; and providing for  
8 an effective date."

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

10 \* Section 1. AS 14.25.143(b) is amended to read:

11 (b) The amount of the increase may [SHALL BE] not be more than  
12 four percent compounded for each year of retirement. If at the time  
13 of first receiving a service retirement salary a member was receiving  
14 a disability retirement benefit under AS 14.25.130 and 14.25.140, the  
15 administrator shall include the time during which that member re-  
16 ceived the disability retirement benefit in determining the number of  
17 years of retirement under this subsection. Increases accrue from July 1  
18 [THE FIRST OF JULY] next following the effective date of retirement and  
19 shall be paid beginning July 1 [THE FIRST OF JULY] of each year.

20 \* Sec. 2. EFFECT OF DISABILITY ON DETERMINATION OF NORMAL BENEFIT OF  
21 RETIRED PERSON. The retirement salary payable to a teacher who is receiving  
22 a normal retirement benefit under AS 14.25.110 - 14.25.120 on the effective  
23 date of this Act, and who at the time of his retirement was receiving a  
24 disability retirement salary under AS 14.25.130 and 14.25.140, shall be  
25 increased by a percentage equal to the percentage of all post-retirement  
26 pension adjustments payable under AS 14.25.143 during the period that the  
27 teacher was receiving a disability benefit.

28 \* Sec. 3. This Act takes effect July 1, 1980.

29

Original sponsor: Miller

Offered: 3/31/80  
Referred: Finance

1 IN THE HOUSE

BY THE STATE AFFAIRS COMMITTEE

2 CS FOR HOUSE BILL NO. 880

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to post-retirement pension adjustments  
7 in the teachers' and public employees' retirement  
8 systems; and providing for an effective date."

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

10 \* Section 1. AS 14.25.143(b) is amended to read:

11 (b) The amount of the increase may [SHALL BE] not be more than  
12 four percent compounded for each year of retirement. If at the time  
13 of first receiving a retirement benefit a member was receiving a dis-  
14 ability benefit under AS 14.25.130 and 14.25.140, the administrator  
15 shall include the time during which that member received the disability  
16 benefit in determining the number of years of retirement under this sub-  
17 section. Increases accrue from July 1 [THE FIRST OF JULY] next fol-  
18 lowing the effective date of retirement and shall be paid beginning  
19 July 1 [THE FIRST OF JULY] of each year.

20 \* Sec. 2. AS 39.35.475 is amended to read:

21 Sec. 39.35.475. POST-RETIREMENT PENSION ADJUSTMENT. (a) When the  
22 administrator [COMMISSIONER OF ADMINISTRATION] determines that the cost  
23 of living has increased and the financial condition of the retirement  
24 fund permits, he shall [WILL] recommend to the retirement board in-  
25 creased pension payments to retired employees, spouses or other bene-  
26 ficiaries to reflect this increase in the cost of living and the board  
27 may adopt the increase by regulation.

28 (b) The amount of the increase may not exceed four percent com-  
29 pounded for each year of retirement. If at the time of first receiving

1 a retirement benefit a member was receiving a disability pension under  
2 AS 39.35.400 or 39.35.410, the administrator shall include the time  
3 during which the member received the disability pension in determining  
4 the number of years of retirement under this subsection. A retired  
5 employee shall first be eligible for an increase at the end of the year  
6 following the year of his retirement. Increases shall be effective on  
7 and paid beginning January 1 of each year [THE FIRST DAY OF JANUARY].

8 \* Sec. 3. EFFECT OF DISABILITY ON DETERMINATION OF NORMAL BENEFIT OF  
9 RETIRED MEMBER OF TEACHERS' RETIREMENT SYSTEM. The retirement benefits  
10 payable to a member of the teachers' retirement system who is receiving a  
11 normal retirement benefit under AS 14.25.110 - 14.25.120 on the effective  
12 date of this Act, and who at the time of his retirement was receiving a  
13 disability benefit under AS 14.25.130 and 14.25.140, shall be increased by a  
14 percentage equal to the percentage of all post-retirement pension adjustments  
15 payable under AS 14.25.143 during the period that the member was receiving a  
16 disability benefit.

17 \* Sec. 4. EFFECT OF DISABILITY ON DETERMINATION OF NORMAL BENEFIT OF  
18 RETIRED MEMBER OF PUBLIC EMPLOYEES' RETIREMENT SYSTEM. The retirement bene-  
19 fit payable to a member of the public employees' retirement system who is  
20 receiving a normal retirement benefit under AS 39.35.370 on the effective  
21 date of this Act, and who at the time of his retirement was receiving a  
22 disability pension under AS 39.35.400 - 39.35.410, shall be increased by a  
23 percentage equal to the percentage of all post-retirement pension adjustments  
24 payable under AS 39.35.475 during the period that the member was receiving a  
25 disability benefit.

26 \* Sec. 5. This Act takes effect July 1, 1980.  
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# STATE OF ALASKA

JAY S. HAMMOND, Governor

## DEPARTMENT OF ADMINISTRATION

DIVISION OF RETIREMENT & BENEFITS

POUCH CR  
JUNEAU, ALASKA 99811  
465-4460

April 18, 1980

The Honorable Russ Meekins, Jr.  
Alaska State Legislature  
Pouch V  
Juneau, AK 99803

Dear Representative Meekins:

In reference to CSHB 880, I would like to recommend that AS 14.25.143 and 39.35.475 be rewritten to include the provision that a benefit recipient under the Teachers' Retirement System and the Public Employees' Retirement System would be eligible to receive an ad hoc Post Retirement Pension Adjustment (PRPA) the July following the effective day of appointment to benefits provided that the amount of the increase does not exceed the cost-of-living or four percent compounded for each year of retirement. I have enclosed a draft that could be used in preparing an amendment to CSHB 880. Both chapters have been amended so as to provide uniform language and organization.

Under current statutes nearly all teachers retire July 1, so these teachers are eligible for a PRPA the next July or one year following the effective date of retirement. However, it is possible for a few members of the Teachers' Retirement System to receive a PRPA as soon as one month following appointment to benefits if they retire in June, for example, and a PRPA is granted in July of the same year. In the Public Employees' Retirement System, the statutes require that a member must wait until the end of the year following the year of retirement (anywhere from thirteen to twenty-four months).

The amendments that I am proposing would make eligibility requirements for PRPA payments equitable under both systems.

Your support with these recommended amendments to CSHB 880 would be appreciated.

Sincerely,



Paul B. Arnoldt  
Director

PBA/ch  
Enclosure  
cc: Representative Mike Miller  
0217A

CS FOR CS FOR HOUSE BILL NO. 880  
IN THE LEGISLATURE OF THE STATE OF ALASKA  
ELEVENTH LEGISLATURE - SECOND SESSION

A BILL

For an Act entitled: "An Act relating to post-retirement pension adjustments in the teachers' and public employees' retirement systems; and providing for an effective date."

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

\*Section 1. AS 14.25.143(a) is repealed and reenacted to read:

AS. 14.25.143. POST-RETIREMENT PENSION ADJUSTMENT. (a) When the administrator determines that the cost of living has increased and the financial condition of the retirement fund permits, he shall increase benefit payments to persons receiving benefits under this system to reflect this increase in the cost of living. The amount of the increase may not exceed the increase in the cost of living or four percent compounded for each year of retirement. If at the time of first receiving a retirement benefit a member was receiving a disability benefit under this system, the administrator shall include the time during which the member received the disability benefit in determining the number of years of retirement under this subsection. Increases shall be effective July 1 of the year for which the increase was granted. The administrator shall implement this subsection by regulation.

\*Sec. 2. AS 39.35.475 is repealed and reenacted to read:

Sec. 39.35.475. POST-RETIREMENT PENSION ADJUSTMENT. When the administrator determines that the cost of living has increased and the financial condition of the retirement fund permits, he shall increase benefit payments to persons receiving benefits under this system to reflect this increase in the cost of living. The amount of the increase may not exceed the increase in the cost of living or four percent compounded for each year of retirement. If at the time of first receiving a retirement benefit a member was receiving a disability benefit under this system, the administrator shall include the time during which the member received the disability benefit in determining the number of years of retirement under this section. Increases shall be effective July 1 of the year for which the increase was granted. The administrator shall implement this section by regulation.

\*Sec. AS 14.25.143 (b) and (c) are repealed.

\*Sec. 4. The retirement benefits payable to a member of the teachers' retirement system who is receiving a normal retirement benefit under AS 14.25.110 on the effective date of this Act, and who at the time of his retirement was receiving a disability benefit under this system, shall be increased by a percentage equal to the percentage of all post-retirement pension adjustments payable under AS 14.25.143 during the period that the member was receiving a disability benefit.

\*Sec. 5. The retirement benefit payable to a member of the public employees' retirement system who is receiving a normal retirement benefit under AS 39.35.370 on the effective date of this Act, and who at the time of his retirement was receiving a disability pension under under this system, shall be increased by a percentage equal to the percentage of all post-retirement pension adjustments payable under AS 39.35.475 during the period that the member was receiving a disability benefit.

\*Sec. 5. This Act takes effect July 1, 1980.

FISCAL NOTE

I. REQUEST

Bill/Resolution No. CSHB 880

Title An Act Relating to Post-Retirement Pension Adjustments in the TRS and PERS

Requested by \_\_\_\_\_ Date \_\_\_\_\_

II. FISCAL DETAIL

Agency Affected Administration - Division of Retirement & Benefits

Program Category Affected Labor Services and Elementary & Secondary Education

BRU, Program, or Subprogram(s) Affected 02-96-8-01-01-02 (TRS) 02-11-8-02-01-00 (TRS MATCH)

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

EXPENDITURES (Thousands of Dollars)

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
100 PERSONAL SERVICES						
200 TRAVEL						
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500 EQUIPMENT						
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TOTAL		54.7	60.2	66.2	72.8	80.1

FUNDING (Thousands of Dollars)

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GENERAL FUND		54.7	60.2	66.2	72.8	80.1
FEDERAL FUNDS						
VETERAN'S FUND						
FISH & GAME FUND						
HIGHWAY FUND						
AIRPORT FUND						
CAPITAL FUND						
PERS						
TRS						

POSITIONS

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
FULL TIME						
PART TIME						
TEMPORARY						

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

- Costs of granting the increased PRPA to future retirees are not calculated.
- Assume 30 retirees will be affected by this amendment and will receive increases of approximately \$350 a month.
- The increase in the TRS contribution rate for a higher percentage of PRPAs for 30 current retirees is .04% of covered payroll
- Estimate FY 81 TRS covered payroll @ \$232,500,000.
- Estimate the TRS covered payrolls will increase at 10% annually.

IV. DATE April 3, 1980

PREPARED BY \_\_\_\_\_

*Paul B. Arnoldt* Paul B. Arnoldt, Director

AGENCY \_\_\_\_\_

Division of Retirement & Benefits

PHONE \_\_\_\_\_

465-4460

Original: Legislative Finance

cc: Budget and Management

Prime Sponsor (First Legislator Named) State Affairs Committee

Office of the Governor (Keith Specking)

## ATTACHMENT

Bill No. CSHB 880ASSUMPTIONS:

1. Estimated FY 81 Payroll (Total System)	=	\$232,500,000
2. State Contribution Rate to Fund Bill	=	.02%
3. State TRS Matching Rate to Fund Bill	=	.02%
4. School District Rate to Fund Bill	=	.02%

COST ANALYSIS:

1. Dept of Education	\$ 4,000,000	x	.02%	\$ 800	To their Budget
2. University of Alaska	37,000,000	x	.02%	<u>\$ 7,400</u>	To their Budget
				\$ 8,200	
3. State TRS Matching	\$232,500,000	x	.02%	\$46,500	To TRS Match
4. State TRS Regular Budget:					
Personal Services - 7% inflation				-0-	To Personal Services
Travel				-0-	To Travel
Contractual				-0-	To Contractual
Commodities				-0-	To Commodities
Equipment				<u>-0-</u>	To Equipment
				<u>\$54,700</u>	

Memo:

1. All School Districts	\$191,500,000	x	02%	<u>\$38,300</u>
				<u>\$93,000</u>

REMARKS

FISCAL NOTE

I. REQUEST

Bill/Resolution No. CSHB 880

Title An Act Relating to Post Retirement Pension Adjustments in the TRS and PERs

Requested by \_\_\_\_\_ Date \_\_\_\_\_

II. FISCAL DETAIL

Agency Affected Administration - Division of Retirement and Benefits

Program Category Affected Labor Services

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

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

EXPENDITURES (Thousands of Dollars)

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 STATE TRS MATCHING						
100 BENEFITS		26.3	28.9	31.8	35.0	38.5
TOTAL		26.3	28.9	31.8	35.0	38.5

FUNDING (Thousands of Dollars)

GENERAL FUND		21.5	23.7	26.0	28.7	31.5
FEDERAL FUNDS		1.2	1.3	1.5	1.6	1.8
VETERAN'S FUND		.1	.1	.1	.1	.1
FISH & GAME FUND		.2	.2	.2	.2	.2
HIGHWAY FUND		.3	.4	.4	.5	.5
AIRPORT FUND		.8	.8	.9	1.0	1.1
CAPITAL FUND		2.2	2.4	2.7	2.9	3.3
PERS						
TRS						

POSITIONS

FULL TIME						
PART TIME						
TEMPORARY						

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

- Costs of granting the increased PRPA to future retirees are not calculated.
- Assume 30 retirees will be affected by this amendment and will receive increases of approximately \$182 a month.
- The increase in the PERS contribution rate for a higher percentage of PRPAs for 30 current retirees is .01% of covered payroll.
- Estimate FY 81 covered state payroll at \$263,000,000.
- Estimate future state payroll to increase at 10% annually.

IV. DATE April 3, 1980

PREPARED BY Paul B. Arnoldt, Director

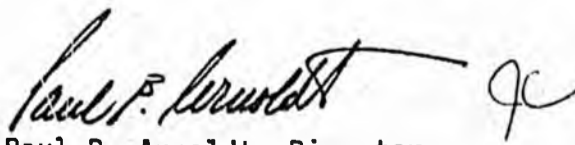
AGENCY Division of Retirement & Benefits

PHONE 465-4460

Original: Legislative Finance

cc: Budget and Management

Prime Sponsor (First Legislator Named) State Affairs Committee,  
Office of the Governor (Keith Specking)



HB 380

FISCAL NOTE

I. REQUEST

Bill/Resolution No. House Bill 880

Title An Act relating to post-retirement pension adjustments in the Teachers' Retirement

Requested by \_\_\_\_\_ Date \_\_\_\_\_ System \_\_\_\_\_

II. FISCAL DETAIL

Agency Affected Administration - Division of Retirement & Benefits

Program Category Affected Labor Services and Elementary & Secondary Education

BRU, Program, or Subprogram(s) Affected 02-96-8-01-01-02 (TRS) 02-11-8-02-01-00 (TRS MATCH)

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

EXPENDITURES (Thousands of Dollars)

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 STATE TRS MATCHING		46.5	51.2	56.3	61.9	68.1
100 BENEFITS		8.2	9.0	9.9	10.9	12.0
TOTAL		54.7	60.2	66.2	72.8	80.1

FUNDING (Thousands of Dollars)

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
GENERAL FUND		54.7	60.2	66.2	72.8	80.1
FEDERAL FUNDS						
VETERAN'S FUND						
FISH & GAME FUND						
HIGHWAY FUND						
AIRPORT FUND						
CAPITAL FUND						
PERS						
TRS						

POSITIONS

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
FULL TIME						
PART TIME						
TEMPORARY						

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

- Costs of granting the increased PRPA to future retirees are not calculated.
- Assume 30 retirees will be affected by this amendment and will receive increases of approximately \$350 a month.
- The increase in the TRS contribution rate for a higher percentage of PRPA's for 30 current retirees is .04% of covered payroll.
- Estimate FY 81 TRS covered payroll @ \$232,500,000.
- Estimate the TRS covered payrolls will increase at 10% annually.

IV. DATE March 26, 1980

PREPARED BY \_\_\_\_\_

*Paul B. Arnoldt* 94 88  
Paul B. Arnoldt, Director

AGENCY \_\_\_\_\_

Division of Retirement & Benefits

PHONE \_\_\_\_\_

465-4460

Original: Legislative Finance

cc: Budget and Management

Prime Sponsor (First Legislator Named) Representative Miller

Office of the Governor (Keith Specking)

The primary goal of the Division of Retirement and Benefits is to administer specific benefit programs established by statute for the State of Alaska and participating political subdivisions. The secondary goal is to provide information to the legislative process, collective bargaining process, and administrative process. Some of the primary functions of the division are: to maintain records; to disseminate information and provide counseling to members of the various retirement systems regarding programs, retirement, social security, health and life insurance programs and the deferred compensation plan; to analyze and recommend statutory changes to the legislature for all benefit programs in order to remain competitive with those programs offered by other employers; to testify before the legislature on proposed legislation affecting the various benefit programs; and to ensure that correct benefit payments or refunds are made to employees or beneficiaries in a timely manner. The FY 81 request includes funding to administer the State Supplemental Benefits Program, which replaced the Federal Social Security program on January 1, 1980.

STATE OF ALASKA -- BUDGET UNIT SUMMARY

10:23

1/11/80

CATEGORY: GENERAL GOVERNMENT  
 AGENCY: DEPARTMENT OF ADMINISTRATION

PROGRAM: RETIREMENT & BENEFITS

COMPONENT DESCRIPTION	79 AUTH	79 FINAL	79 ACT	80 AUTH	80 SUPL	80 RP	81 CONT.	REQUEST	GOVERNOR	HOUSE	SENATE
P.E.R.S.	628.4	641.7	632.2	695.0			824.2	837.4	862.5		
T.R.S.	621.7	635.8	500.8	644.5			709.7	723.0	749.4		
OTHER BENEFITS	215.1	222.3	218.4	719.1			603.4	667.9	687.5		
** TOTAL	1465.2	1499.8	1351.4	2058.6			2137.3	2228.3	2299.4		
** CHANGE VERSUS 80 AUTH							3.8%	8.2%	11.6%	-100.0%	-100.0%
OBJECT DESCRIPTION											
PERS. SERV.	736.3	717.1	747.0	1003.8			1064.6	1111.4	1182.5		
TRAVEL	46.2	46.2	31.4	58.3			66.2	66.2	66.2		
CONTRACTUAL	574.6	660.1	498.5	773.0			794.0	836.7	836.7		
COMMODITIES	9.7	9.3	6.0	11.4			13.1	13.5	13.5		
EQUIPMENT	7.2	7.2	8.6	47.7			4.5	6.7	6.7		
LANDS/BLDGS				46.1			44.3	44.3	44.3		
GRANTS, CLMS	59.9	59.9	59.9	87.0			118.2	118.2	118.2		
MISC.	31.3			31.3			32.4	31.3	31.3		
FUNDING SOURCE											
GENERAL FUND	168.8	174.8	170.9	185.5			131.7	196.2	201.6		
PGM RECEIPTS				463.7			397.3	397.3	408.4		
OTHER FUNDS	1296.4	1325.0	1180.5	1409.4			1608.3	1634.8	1689.4		
** GENERAL FUND CHANGE VS. 80 AUTH							-29.0%	5.7%	8.6%	-100.0%	-100.0%
POSITIONS											
FULL-TIME	30.0	30.0	30.0	37.0			42.0	44.0	44.0		
TEMPORARY				4.0							
STAFF MONTHS	360.0	360.0	360.0	450.2			489.0	513.0	513.0		





# 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 O. Smith  
Signature of Camera Operator

3/20/90  
Date



# COMMITTEE REPORT

## SENATE

FURTHER: Finance

5/5/80

Date: 5-7-80

Mr. President:

HEALTH, EDUCATION AND

The Committee on SOCIAL SERVICES has had CSHB 880 (Finance) am

post-retirement pension adjustments in the teachers' and public employees' retirement systems

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

do pass

do not pass

do pass with attached amendments(s)

replace with CS for \_\_\_\_\_

same title  
 new title

and recommends \_\_\_\_\_

AND attaches a "Letter of Intent"  New Fiscal Note

reports it back without recommendation

referred to the \_\_\_\_\_ Committee

MEMBERS SIGNING

DO PASS

Antoin Sturgis  
Colletta  
Tahun Wong

MEMBERS HAVING

OTHER RECOMMENDATIONS:

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

Steven Sackman  
CHAIRMAN  
DO PASS

Original sponsor: Miller

1 IN THE HOUSE

BY THE FINANCE COMMITTEE

2 SENATE CS FOR CS FOR HOUSE BILL NO. 880

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to the teachers', the public em-  
7 ployees', and the judicial retirement systems; and  
8 providing for an effective date."

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

10 \* Section 1. AS 14.25.143(a) is repealed and re-enacted to read:

11 (a) When the administrator determines that the cost of living has  
12 increased and that the financial condition of the retirement fund per-  
13 mits, the administrator shall increase benefit payments to persons  
14 receiving benefits under this system.

15 \* Sec. 2. AS 14.25.143(b) is repealed and re-enacted to read:

16 (b) The amount of the increase in benefit payments may not exceed  
17 the greater of

18 (1) the increase in the cost of living since the date of  
19 retirement; or

20 (2) four percent of the retirement benefit compounded for  
21 each year of retirement.

22 \* Sec. 3. AS 14.25.143(c) is repealed and re-enacted to read:

23 (c) The administrator shall implement this section by regulation.

24 \* Sec. 4. AS 14.25.143 is amended by adding new subsections to read:

25 (e) If at the time of first receiving a retirement benefit a  
26 member was receiving a disability benefit, the administrator shall  
27 include the time during which the member received the disability benefit  
28 in determining the number of years of retirement under this section.

29 (f) An increase in benefit payments under this section is effec-

1       tive July 1 of the year for which the increase is granted.

2       \* Sec. 5. AS 22.25 is amended by adding a new section to read:

3               Sec. 22.25.012. RETIREMENT BENEFITS OF ADMINISTRATIVE DIRECTOR.

4       The administrative director of the Alaska court system appointed under  
5       art. IV, sec. 16 of the Alaska Constitution is entitled to retirement  
6       benefits under this chapter on the terms and conditions applicable to a  
7       superior court judge appointed after July 1, 1978.

8       \* Sec. 6. AS 39.35.475 is repealed and re-enacted to read:

9               Sec. 39.35.475. POST-RETIREMENT PENSION ADJUSTMENT. (a) When the  
10       administrator determines that the cost of living has increased and the  
11       financial condition of the retirement fund permits, he shall increase  
12       benefit payments to persons receiving benefits under this system.

13               (b) The amount of the increase in benefit payments may not exceed  
14       the greater of

15                       (1) the increase in the cost of living since the date of  
16       retirement; or

17                       (2) four percent of the retirement benefit compounded for  
18       each year of retirement.

19               (c) If at the time of first receiving a retirement benefit a  
20       member was receiving a disability benefit under this system, the adminis-  
21       trator shall include the time during which the member received the  
22       disability benefit in determining the number of years of retirement  
23       under this section.

24               (d) An increase in benefit payments under this section is effec-  
25       tive July 1 of the year for which the increase is granted.

26               (e) The administrator shall implement this section by regulation.

27       \* Sec. 7. AS 39.35.680(21)(C)(vi) is amended to read:

28                       (vi) justices of the supreme court or judges of the  
29       court of appeals or of the superior or district courts of

1 Alaska; the administrative director of courts appointed under  
2 art. IV, sec. 16 of the Alaska Constitution;

3 \* Sec. 8. EFFECT OF DISABILITY ON DETERMINATION OF NORMAL BENEFIT OF  
4 RETIRED MEMBER OF TEACHERS' RETIREMENT SYSTEM. The retirement benefit pay-  
5 able to a member of the teachers' retirement system who is receiving a normal  
6 retirement benefit under AS 14.25.110 on the effective date of this Act, and  
7 who at the time of his retirement was receiving a disability benefit under  
8 the teachers' retirement system, shall be increased by a percentage equal to  
9 the percentage of all post-retirement pension adjustments payable under  
10 AS 14.25.143 during the period that the member was receiving a disability  
11 benefit.

12 \* Sec. 9. EFFECT OF DISABILITY ON DETERMINATION OF NORMAL BENEFIT OF  
13 RETIRED MEMBER OF PUBLIC EMPLOYEES' RETIREMENT SYSTEM. The retirement bene-  
14 fit payable to a member of the public employees' retirement system who is  
15 receiving a normal retirement benefit under AS 39.35.370 on the effective  
16 date of this Act, and who at the time of his retirement was receiving a  
17 disability pension under the public employees' retirement system, shall be  
18 increased by a percentage equal to the percentage of all post-retirement  
19 pension adjustments payable under AS 39.35.475 during the period that the  
20 member was receiving a disability benefit.

21 \* Sec. 10. PRIOR SERVICE CREDIT OF ADMINISTRATIVE DIRECTOR. A person who  
22 is serving as administrative director of the Alaska court system on the  
23 effective date of AS 22.25.012 as enacted in sec. 5 of this Act may receive  
24 prior service credit under AS 22.25 for service rendered as administrative  
25 director of the Alaska court system before the effective date of AS 22.25.012  
26 if he withdraws from the public employees' retirement system (AS 39.35),  
27 receives a refund of his contributions made under AS 39.35, elects to receive  
28 service credit under AS 22.25 for prior service as administrative director,  
29 and makes retroactive contributions for prior service as administrative

1 director including service before July 1, 1978. Retroactive contributions  
2 made under this section are calculated at seven percent of the base annual  
3 salary of a superior court judge in effect during the periods for which  
4 contributions are made.

5 \* Sec. 11. This Act takes effect July 1, 1980.

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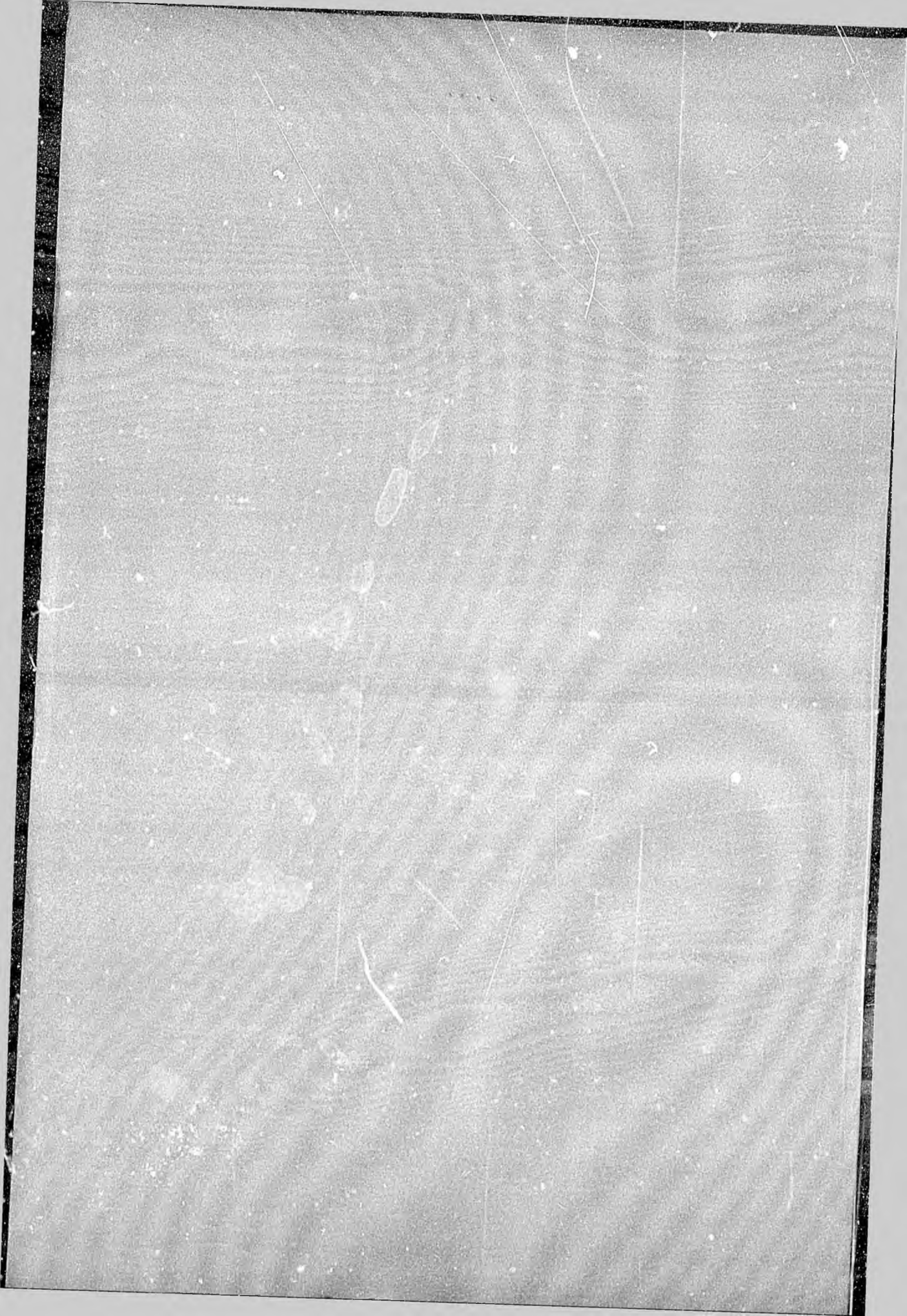
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Original sponsor: Miller

1 IN THE HOUSE

BY THE FINANCE COMMITTEE

2 SENATE CS FOR CS FOR HOUSE BILL NO. 880

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - SECOND SESSION

5 A BILL

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

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21 each year of retirement.

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9 Sec. 39.35.475. POST-RETIREMENT PENSION ADJUSTMENT. (a) When the  
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11 financial condition of the retirement fund permits, he shall increase  
12 benefit payments to persons receiving benefits under this system.

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3        \* Sec. 8. EFFECT OF DISABILITY ON DETERMINATION OF NORMAL BENEFIT OF  
4 RETIRED MEMBER OF TEACHERS' RETIREMENT SYSTEM. The retirement benefit pay-  
5 able to a member of the teachers' retirement system who is receiving a normal  
6 retirement benefit under AS 14.25.110 on the effective date of this Act, and  
7 who at the time of his retirement was receiving a disability benefit under  
8 the teachers' retirement system, shall be increased by a percentage equal to  
9 the percentage of all post-retirement pension adjustments payable under  
10 AS 14.25.143 during the period that the member was receiving a disability  
11 benefit.

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13 RETIRED MEMBER OF PUBLIC EMPLOYEES' RETIREMENT SYSTEM. The retirement bene-  
14 fit payable to a member of the public employees' retirement system who is  
15 receiving a normal retirement benefit under AS 39.35.370 on the effective  
16 date of this Act, and who at the time of his retirement was receiving a  
17 disability pension under the public employees' retirement system, shall be  
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From The  
**SENATE**  
**FINANCE COMMITTEE**

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Orig bill  
put in HB 880  
Finance C.S.

Original sponsor: Miller

Offered: 4/29/80  
Referred: Rules

1 IN THE HOUSE

BY THE FINANCE COMMITTEE

2 CS FOR HOUSE BILL NO. 880 (Finance) am  
3 IN THE LEGISLATURE OF THE STATE OF ALASKA  
4 ELEVENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to post-retirement pension adjustments  
7 in the teachers' and public employees' retirement  
8 systems; and providing for an effective date."

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

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2 increased and that the financial condition of the retirement fund  
3 permits, the administrator shall increase benefit payments to persons  
4 receiving benefits under this system.

5 \* Sec. 2. AS 14.25.143(b) is repealed and re-enacted to read:

6 (b) The amount of the increase in benefit payments may not exceed  
7 the greater of

8 (1) the increase in the cost of living since the date of  
9 retirement; or

0 (2) four percent of the retirement benefit compounded for  
1 each year of retirement.

2 \* Sec. 3. AS 14.25.143(c) is repealed and re-enacted to read:

3 (c) The administrator shall implement this section by regulation.

4 \* Sec. 4. AS 14.25.143 is amended by adding new subsections to read:

5 (e) If at the time of first receiving a retirement benefit a  
6 member was receiving a disability benefit, the administrator shall  
7 include the time during which the member received the disability benefit  
8 in determining the number of years of retirement under this section.

9 (f) An increase in benefit payments under this section is effec-

1 tive July 1 of the year for which the increase is granted.

2 \* Sec. 5. AS 39.35.475 is repealed and re-enacted to read:

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15 administrator shall include the time during which the member received  
16 the disability benefit in determining the number of years of retirement  
17 under this section.

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19 tive July 1 of the year for which the increase is granted.

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21 \* Sec. 6. EFFECT OF DISABILITY ON DETERMINATION OF NORMAL BENEFIT OF  
22 RETIRED MEMBER OF TEACHERS' RETIREMENT SYSTEM. The retirement benefit pay-  
23 able to a member of the teachers' retirement system who is receiving a normal  
24 retirement benefit under AS 14.25.110 on the effective date of this Act, and  
25 who at the time of his retirement was receiving a disability benefit under  
26 the teachers' retirement system, shall be increased by a percentage equal to  
27 the percentage of all post-retirement pension adjustments payable under  
28 AS 14.25.143 during the period that the member was receiving a disability  
29 benefit.

1 \* Sec. 7. EFFECT OF DISABILITY ON DETERMINATION OF NORMAL BENEFIT OF  
2 RETIRED MEMBER OF PUBLIC EMPLOYEES' RETIREMENT SYSTEM. The retirement bene-  
3 fit payable to a member of the public employees' retirement system who is  
4 receiving a normal retirement benefit under AS 39.35.370 on the effective  
5 date of this Act, and who at the time of his retirement was receiving a  
6 disability pension under the public employees' retirement system, shall be  
7 increased by a percentage equal to the percentage of all post-retirement  
8 pension adjustments payable under AS 39.35.475 during the period that the  
9 member was receiving a disability benefit.

10 \* Sec. 8. This Act takes effect July 1, 1980.  
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FISCAL NOTE

I. REQUEST

Bill/Resolution No. CSHB 880

Title An Act Relating to Post-Retirement Pension Adjustments in the TRS and PERS

Requested by \_\_\_\_\_ Date \_\_\_\_\_

II. FISCAL DETAIL

Agency Affected Administration - Division of Retirement & Benefits

Program Category Affected Labor Services and Elementary & Secondary Education

BRU, Program, or Subprogram(s) Affected 02-96-8-01-01-02 (TRS) 02-11-8-02-01-00 (TRS MATCH)

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

EXPENDITURES (Thousands of Dollars)

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 STATE TRS MATCHING		46.5	51.2	56.3	61.9	68.1
100 BENEFITS		8.2	9.0	9.9	10.9	12.0
TOTAL		54.7	60.2	66.2	72.8	80.1

FUNDING (Thousands of Dollars)

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
GENERAL FUND		54.7	60.2	66.2	72.8	80.1
FEDERAL FUNDS						
VETERAN'S FUND						
FISH & GAME FUND						
HIGHWAY FUND						
AIRPORT FUND						
CAPITAL FUND						
PERS						
TRS						

POSITIONS

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
FULL TIME						
PART TIME						
TEMPORARY						

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

- Costs of granting the increased PRPA to future retirees are not calculated.
- Assume 30 retirees will be affected by this amendment and will receive increases of approximately \$350 a month.
- The increase in the TRS contribution rate for a higher percentage of FRPAs for 30 current retirees is .04% of covered payroll.
- Estimate FY 81 TRS covered payroll @ \$232,500,000.
- Estimate the TRS covered payrolls will increase at 10% annually.

IV. DATE April 3, 1980

PREPARED BY \_\_\_\_\_

*Paul B. Arnoldt* *gc*  
Paul B. Arnoldt, Director

AGENCY \_\_\_\_\_

Division of Retirement & Benefits

PHONE \_\_\_\_\_

465-4460

Original: Legislative Finance

cc: Budget and Management

Prime Sponsor (First Legislator Named) State Affairs Committee

Office of the Governor (Keith Specking)



FISCAL NOTE

**I. REQUEST**

Bill/Resolution No. CSHB 880  
 Title An Act Relating to Post Retirement Pension Adjustments in the TRS and PERs  
 Requested by \_\_\_\_\_ Date \_\_\_\_\_

**II. FISCAL DETAIL**

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

**EXPENDITURES** (Thousands of Dollars)

	FY 80	FY 81	FY 82	FY 83	FY 84	FY 85
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 STATE TRS MATCHING						
100 BENEFITS		26.3	28.9	31.8	35.0	38.5
<b>TOTAL</b>		26.3	28.9	31.8	35.0	38.5

**FUNDING** (Thousands of Dollars)

GENERAL FUND	21.5	23.7	26.0	28.7	31.5
FEDERAL FUNDS	1.2	1.3	1.5	1.6	1.8
VETERAN'S FUND	.1	.1	.1	.1	.1
FISH & GAME FUND	.2	.2	.2	.2	.2
HIGHWAY FUND	.3	.4	.4	.5	.5
AIRPORT FUND	.8	.8	.9	1.0	1.1
CAPITAL FUND	2.2	2.4	2.7	2.9	3.3
PERS					
TRS					

**POSITIONS**

FULL TIME					
PART TIME					
TEMPORARY					

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

- Costs of granting the increased PRPA to future retirees are not calculated.
- Assume 30 retirees will be affected by this amendment and will receive increases of approximately \$182 a month.
- The increase in the PERS contribution rate for a higher percentage of PRPAs for 30 current retirees is .01% of covered payroll.
- Estimate FY 81 covered state payroll at \$263,000,000.
- Estimate future state payroll to increase at 10% annually.

IV. DATE April 3, 1980 PREPARED BY Faul B. Arnoldt, Director  
 AGENCY Division of Retirement & Benefits  
 PHONE 465-4460

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

ALASKA STATE LEGISLATURE

11th Legislature 2nd Session

HOUSE BILL NO. 880

By .. MILLER ..

"An Act relating to post-retirement pension adjustments in the teachers' retirement system; and providing for an effective date."

Teachers' /post-retirement pension adjustments

2/18 80

Introduced in the House ....., 19....

HISTORY IN THE HOUSE

19 80

Feb. 18 Read first time and referred to Committee on State Aff.; Finance

Mar 31 Reported back with recommendation that State affairs replace w/CS, fiscal rate, depase. To Finance

Apr 29 Finance replace w/CS (Fin) fiscal rate - depase To Rules

May 2 Read second time and CS (Finance) adopted amended order

May 2 Read third time and

May 2

PASS ed	Effective Date
Yeas: 32	Yeas
Nays 0	Nays Done
Absent 8	Absent
Excused not Voting	Excused

Reconsideration

PASS	Effective Date
Yeas	Yeas
Nays	Nays
Absent	Absent
Excused	Excused

5 2 Reported correctly engrossed

5 2 Signed by Speaker

5 2 Sent to Senate

*James R. ...*

CHIEF CLERK OF THE HOUSE

HISTORY IN THE SENATE

1980

5 5 Read first time and referred to Committee on HESS Finance

5 8 Reported back with HESS-4 recommendation that do pass to Finance

Read second time and

Read third time and

PASS	Effective Date
Yeas	Yeas
Nays	Nays
Absent	Absent
Excused	Excused

Reconsideration

PASS	Effective Date
Yeas	Yeas
Nays	Nays
Absent	Absent
Excused	Excused

Reported correctly engrossed

Signed by President

Returned to House

SECRETARY OF THE SENATE

HISTORY IN THE HOUSE

19

Received from Senate

Concurred in Senate amendment thus adopting: VOTE

Failed to concur in Senate amendment; asked Senate to recede VOTE

Senate receded from amendment VOTE

Senate failed to recede from amendment VOTE

CC appointed by House

CC appointed by Senate

CC adopted by House VOTE

CC adopted by Senate VOTE

To enrolling

Reported correctly enrolled

Sent to Governor

..... by Governor

Filed with Lt. Governor

Chapter No. ....