THE STATE of ALASKA
GOVERNOR MIKE DUNLEAVY

Department of Administration
DIVISION OF RETIREMENT AND BENEFITS
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December 03, 2018

JOHN P SWEENEY, FINANCE DIRECTOR
CITY AND BOROUGH OF SITKA
100 LINCOLN ST
SITKA AK 99835

Sent via email to: JAY.SWEENEY@CITYOFSITKA.ORG

RE: FY19 Employer On-Behalf Funding - PERS ER 120

During the 2018 legislative session, House Bill HB286 (HB286) passed providing on-behalf funding for PERS employer contributions for Fiscal Year 2019 (FY 2019). HB286, Section 25 reads as follows:

> *(b) The sum of **$135,219,000** is appropriated from the general fund to the Department of Administration for deposit in the defined benefit plan account in the **public employees' retirement system** as an additional state Contribution under AS 39.35.280 for the fiscal year ending June 30, 2019.*

HB286 at http://www.akleg.gov/PDF/30/Bills/HB0286Z.PDF (Section 25, page 89 & 90).

The Alaska Retirement Management Board approved the actuarially determined rate of 27.58% for FY19, with HB286 providing an on-behalf rate of 5.58% for each FY19 employer payroll. On-behalf funding is applied with the processing of each employer payroll with payroll end dates between July 1, 2018 and June 30, 2019 and fully received by the Division by July 15, 2019. A fully received and processable payroll must include payment, an employer summary, and any other required documentation (WIRE and ACH payments must have a corresponding Memo). Once all such payrolls have been processed we will true-up your account and make an adjusting entry, then send a final statement via email in early August 2019.

Included is a report detailing the Employer On-Behalf Funding allocated for fiscal year 2019 payrolls. Please work with your accountant or auditor to determine where to show this funding on your financial statements. Feel free to contact me via telephone at (907) 465-2279 or email at tamara.criddle@alaska.gov if you have questions or need additional information regarding HB286.

Sincerely,

Tamara Criddle

Tamara Criddle, Accountant III

DISCLAIMER: The information contained in this letter is based on the specific facts and circumstances presented and cannot be applied to other facts and circumstances. This letter may contain a summary description of benefits, costs, rates, valuations, other calculations, policies or procedures for one or more pension or benefit plans administered by the Division of Retirement and Benefits, including but not limited to, the Public Employees' Retirement System, the Teachers' Retirement System, the Judicial Retirement System, the Supplemental Annuity Plan, the Deferred Compensation Plan, the AlaskaCare Employee Health Plan, or the AlaskaCare Retiree Benefit Plan. The Division of Retirement and Benefits has made every effort to ensure, but does not guarantee, that the information provided is accurate and up to date. Where this letter conflicts with the relevant Plan Document, the Plan Document controls.

State of Alaska, Division of Retirement and Benefits
FY2019 - HB286 Employer On-Behalf Detail as of 11/30/2018
CITY AND BOROUGH OF SITKA - ER 120

Payroll Ending Date	On-Behalf Pension	On-Behalf Other Post-employment Healthcare	Total
07/01/2018 B	22,987.49	0.00	22,987.49
07/15/2018 B	24,131.31	0.00	24,131.31
07/29/2018 B	23,591.04	0.00	23,591.04
08/12/2018 B	23,693.41	0.00	23,693.41
08/26/2018 B	23,362.50	0.00	23,362.50
09/09/2018 B	24,598.01	0.00	24,598.01
09/23/2018 B	24,237.57	0.00	24,237.57
10/07/2018 B	24,195.48	0.00	24,195.48
10/21/2018 B	24,572.45	0.00	24,572.45
11/04/2018 B	23,474.43	0.00	23,474.43
TOTALS FOR CITY AND BOROUGH OF SITKA	**$238,843.69**	**$0.00**	**$238,843.69**

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