

Stricken language would be deleted from and underlined language would be added to the law as it existed prior to this session of the General Assembly.

Act 1021 of the Regular Session

1 State of Arkansas
2 85th General Assembly
3 Regular Session, 2005

As Engrossed: S1/31/05 S3/8/05

A Bill

SENATE BILL 20

4
5 By: Senator Faris
6 *By: Representative Sullivan*

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9 **For An Act To Be Entitled**

10 AN ACT TO AMEND THE ARKANSAS PUBLIC EMPLOYEES'
11 RETIREMENT SYSTEM LAWS TO ALLOW MEMBERS TO
12 PURCHASE CREDIT FOR OUT-OF-STATE GOVERNMENTAL
13 SERVICE; AND FOR OTHER PURPOSES.

14
15 **Subtitle**

16 TO AMEND THE ARKANSAS PUBLIC EMPLOYEES'
17 RETIREMENT SYSTEM LAWS TO ALLOW MEMBERS
18 TO PURCHASE CREDIT FOR OUT-OF-STATE
19 GOVERNMENTAL SERVICE.

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22 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:

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24 SECTION 1. Arkansas Code Title 24, Chapter 4, Subchapter 7 is amended
25 to add an additional section to read as follows:

26 24-4-749. Purchase of out-of-state governmental service.

27 (a) A member who has performed service other than military service as
28 an employee of a state or local governmental entity in the United States
29 other than in the State of Arkansas or the federal government may receive
30 credited service for the out-of-state governmental employment if:

31 (1) The member has at least five (5) years of credited service
32 at the time of application;

33 (2) The number of years of out-of-state governmental employment
34 applied for does not exceed five (5) years;

35 (3) At the time of application the member furnishes evidence of



1 the out-of-state service that is acceptable to the Arkansas Public Employees'
2 Retirement System; and

3 (4) The member pays to the member's deposit fund an amount equal
4 to the actuarial present value of the credited service applied for under this
5 section based upon assumptions recommended by the actuary.

6 (b) A member may not receive the credited service provided for in this
7 section if such service is also used for the purpose of establishing
8 entitlement to, or the amount of, any other benefit to be paid by any
9 federal, state, or local government entity except a benefit under the federal
10 Social Security Act.

11 (c) The service credit provided for in this section is subject to any
12 applicable limits under the United States Internal Revenue Code.

13
14 SECTION. EMERGENCY CLAUSE. It is found and determined by the General
15 Assembly of the State of Arkansas that for the effective administration of
16 this act and to avoid undue harm to the members and benefit recipients of the
17 Arkansas Public Employees' Retirement System that this act should become
18 effective on July 1, 2005. Therefore, an emergency is declared to exist and
19 this act being necessary for the preservation of the public peace, health,
20 and safety shall become effective on July 1, 2005.

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22 /s/ Faris

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25 APPROVED: 3/18/2005

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