

1 State of Arkansas
2 89th General Assembly
3 Fiscal Session, 2014
4

A Bill

HOUSE BILL 1042

5 By: Joint Budget Committee
6

For An Act To Be Entitled

8 AN ACT TO MAKE AN APPROPRIATION FOR PERSONAL SERVICES
9 AND OPERATING EXPENSES FOR THE ARKANSAS PUBLIC
10 EMPLOYEES RETIREMENT SYSTEM FOR THE FISCAL YEAR
11 ENDING JUNE 30, 2015; AND FOR OTHER PURPOSES.
12
13

Subtitle

14 AN ACT FOR THE ARKANSAS PUBLIC EMPLOYEES
15 RETIREMENT SYSTEM APPROPRIATION FOR THE
16 2014-2015 FISCAL YEAR.
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20 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:
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22 SECTION 1. REGULAR SALARIES. There is hereby established for the
23 Arkansas Public Employees Retirement System for the 2014-2015 fiscal year,
24 the following maximum number of regular employees.
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26				Maximum Annual	
27			Maximum	Salary Rate	
28	Item	Class	No. of	Fiscal Year	
29	No.	Code	Title	Employees	2014-2015
30	(1)	U014U	APERS DIRECTOR	1	\$174,812
31	(2)	U078U	APERS DEPUTY DIRECTOR	1	\$111,782
32	(3)	A003N	SENIOR INVESTMENT ANALYST	1	GRADE N910
33	(4)	N096N	APERS ASST DIRECTOR OF FINANCE	1	GRADE N906
34	(5)	N159N	APERS INVESTMENT OPERATIONS MANAGER	1	GRADE N901
35	(6)	D007C	INFORMATION SYSTEMS MANAGER	1	GRADE C128
36	(7)	G047C	ATTORNEY SPECIALIST	1	GRADE C126



1	(8)	A027C	ACCOUNTING OPERATIONS MANAGER	1	GRADE C125
2	(9)	G076C	ADMINISTRATIVE SERVICES MANAGER	1	GRADE C124
3	(10)	D030C	INFORMATION SYSTEMS COORDINATOR	1	GRADE C124
4	(11)	A034C	RETIREMENT SECTION MANAGER	4	GRADE C123
5	(12)	D044C	SYSTEMS ANALYST	1	GRADE C122
6	(13)	A052C	ACCOUNTING COORDINATOR	1	GRADE C121
7	(14)	A066C	INTERNAL AUDITOR	1	GRADE C119
8	(15)	A062C	RETIREMENT COORDINATOR	5	GRADE C119
9	(16)	A082C	ACCOUNTANT II	9	GRADE C117
10	(17)	A079C	INVESTMENT ANALYST	4	GRADE C117
11	(18)	A078C	RETIREMENT COUNSELOR	15	GRADE C117
12	(19)	C022C	BUSINESS OPERATIONS SPECIALIST	1	GRADE C116
13	(20)	P027C	PUBLIC INFORMATION SPECIALIST	1	GRADE C116
14	(21)	A083C	RETIREMENT ANALYST	7	GRADE C116
15	(22)	X115C	SOCIAL SECURITY ANALYST	1	GRADE C116
16	(23)	R033C	BENEFITS ANALYST	2	GRADE C115
17	(24)	C056C	ADMINISTRATIVE SPECIALIST III	2	GRADE C112
18	(25)	A098C	FISCAL SUPPORT SPECIALIST	13	GRADE C112
19	(26)	C073C	ADMINISTRATIVE SPECIALIST II	<u>5</u>	GRADE C109
20			MAX. NO. OF EMPLOYEES	82	

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22 SECTION 2. EXTRA HELP - PUBLIC EMPLOYEES RETIREMENT SYSTEM. There is
 23 hereby authorized, for the Arkansas Public Employees Retirement System for
 24 the 2014-2015 fiscal year, the following maximum number of part-time or
 25 temporary employees, to be known as "Extra Help", payable from funds
 26 appropriated herein for such purposes: six (6) temporary or part-time
 27 employees, when needed, at rates of pay not to exceed those provided in the
 28 Uniform Classification and Compensation Act, or its successor, or this act
 29 for the appropriate classification.

30

31 SECTION 3. APPROPRIATION - PUBLIC EMPLOYEES RETIREMENT OPERATIONS.
 32 There is hereby appropriated, to the Arkansas Public Employees Retirement
 33 System, to be payable from the Arkansas Public Employees' Retirement System
 34 Fund, for personal services and operating expenses of the Arkansas Public
 35 Employees Retirement System for the fiscal year ending June 30, 2015, the
 36 following:

1		
2	ITEM	FISCAL YEAR
3	<u>NO.</u>	<u>2014-2015</u>
4	(01) REGULAR SALARIES	\$3,697,010
5	(02) EXTRA HELP	75,000
6	(03) PERSONAL SERVICES MATCHING	1,216,462
7	(04) MAINT. & GEN. OPERATION	
8	(A) OPER. EXPENSE	1,607,473
9	(B) CONF. & TRAVEL	42,500
10	(C) PROF. FEES	10,583,645
11	(D) CAP. OUTLAY	0
12	(E) DATA PROC.	0
13	(05) BENEFITS-NON EMPLOYEE	40,000,000
14	(06) REFUNDS/REIMBURSEMENTS	<u>75,000,000</u>
15	TOTAL AMOUNT APPROPRIATED	<u>\$132,222,090</u>

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17 SECTION 4. APPROPRIATION - PUBLIC EMPLOYEES RETIREMENT CASH. There is

18 hereby appropriated, to the Arkansas Public Employees Retirement System, to

19 be payable from cash funds as defined by Arkansas Code 19-4-801 of the

20 Arkansas Public Employees Retirement System, for payment to beneficiaries by

21 check or wired transfer by the Arkansas Public Employees Retirement System

22 for the fiscal year ending June 30, 2015, the following:

23		
24	ITEM	FISCAL YEAR
25	<u>NO.</u>	<u>2014-2015</u>
26	(01) BENEFITS	<u>\$450,000,000</u>

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28 SECTION 5. APPROPRIATION - STATE POLICE RETIREMENT OPERATIONS. There

29 is hereby appropriated, to the Arkansas Public Employees Retirement System,

30 to be payable from the State Police Retirement Fund, for operating expenses

31 of the State Police Retirement System by the Arkansas Public Employees

32 Retirement System for the fiscal year ending June 30, 2015, the following:

33		
34	ITEM	FISCAL YEAR
35	<u>NO.</u>	<u>2014-2015</u>
36	(01) MAINT. & GEN. OPERATION	

1	(A) OPER. EXPENSE	\$77,610
2	(B) CONF. & TRAVEL	0
3	(C) PROF. FEES	265,950
4	(D) CAP. OUTLAY	0
5	(E) DATA PROC.	0
6	(02) BENEFITS-NON EMPLOYEE	10,000,000
7	(03) REFUNDS/REIMBURSEMENTS	<u>20,000,000</u>
8	TOTAL AMOUNT APPROPRIATED	<u><u>\$30,343,560</u></u>

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10 SECTION 6. APPROPRIATION - STATE POLICE RETIREMENT CASH. There is
 11 hereby appropriated, to the Arkansas Public Employees Retirement System, to
 12 be payable from cash funds as defined by Arkansas Code 19-4-801 of the
 13 Arkansas Public Employees Retirement System, for payment to beneficiaries of
 14 the State Police Retirement System by check or wired transfer by the Arkansas
 15 Public Employees Retirement System for the fiscal year ending June 30, 2015,
 16 the following:

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18	ITEM	FISCAL YEAR
19	<u>NO.</u>	<u>2014-2015</u>
20	(01) BENEFITS	<u><u>\$30,000,000</u></u>

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22 SECTION 7. APPROPRIATION - JUDICIAL RETIREMENT OPERATIONS. There is
 23 hereby appropriated, to the Arkansas Public Employees Retirement System, to
 24 be payable from the Judges Retirement Fund, for operating expenses of the
 25 Judicial Retirement System by the Arkansas Public Employees Retirement System
 26 for the fiscal year ending June 30, 2015, the following:

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28	ITEM	FISCAL YEAR
29	<u>NO.</u>	<u>2014-2015</u>
30	(01) MAINT. & GEN. OPERATION	
31	(A) OPER. EXPENSE	\$40,510
32	(B) CONF. & TRAVEL	0
33	(C) PROF. FEES	122,879
34	(D) CAP. OUTLAY	0
35	(E) DATA PROC.	0
36	(02) BENEFITS-NON EMPLOYEE	4,000,000

1	(03) REFUNDS/REIMBURSEMENTS	<u>6,000,000</u>
2	TOTAL AMOUNT APPROPRIATED	<u><u>\$10,163,389</u></u>

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 4 SECTION 8. APPROPRIATION - JUDICIAL RETIREMENT CASH. There is hereby
 5 appropriated, to the Arkansas Public Employees Retirement System, to be
 6 payable from cash funds as defined by Arkansas Code 19-4-801 of the Arkansas
 7 Public Employees Retirement System, for payment to beneficiaries of the
 8 Judicial Retirement System by check or wired transfer by the Arkansas Public
 9 Employees Retirement System for the fiscal year ending June 30, 2015, the
 10 following:

11	ITEM	FISCAL YEAR
12	<u>NO.</u>	<u>2014-2015</u>
13	(01) BENEFITS	<u><u>\$20,000,000</u></u>

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 16 SECTION 9. APPROPRIATION - APERS PENSION ADMINISTRATION SYSTEM. There
 17 is hereby appropriated, to the Arkansas Public Employees Retirement System,
 18 to be payable from the Arkansas Public Employees' Retirement System Fund, for
 19 the operational expenses, capital outlay, and professional fees and services
 20 relating to the development, acquisition, and implementation of a new APERS
 21 Pension Administration System of the Arkansas Public Employees Retirement
 22 System for the fiscal year ending June 30, 2015, the following:

23	ITEM	FISCAL YEAR
24	<u>NO.</u>	<u>2014-2015</u>
25	(01) PENSION ADMINISTRATION SYSTEM	<u><u>\$21,000,000</u></u>

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 28 SECTION 10. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
 29 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. JUDICIAL
 30 RETIREMENT FUND TRANSFERS. A sum not to exceed ~~\$54,663~~ \$56,303 in the ~~2013-~~
 31 ~~2014~~ 2014-2015 fiscal year may be transferred from the Judges Retirement Fund
 32 to the Arkansas Public Employees Retirement System Fund for costs incurred by
 33 the Arkansas Public Employees Retirement System in administering the Judicial
 34 Retirement System. Such transfer request shall be made to the Chief Fiscal
 35 Officer of the State, and upon his approval, said transfer shall be made on
 36 his books and those of the Treasurer of the State and the Auditor of the

1 State.

2 The provisions of this section shall be in effect only from July 1, ~~2013~~
3 2014 through June 30, ~~2014~~ 2015.

4

5 SECTION 11. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
6 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. STATE
7 POLICE RETIREMENT FUND TRANSFERS. A sum not to exceed ~~\$101,294~~ \$104,333 in
8 the ~~2013-2014~~ 2014-2015 fiscal year may be transferred from the State Police
9 Retirement Fund to the Arkansas Public Employees Retirement System Fund for
10 costs incurred by the Arkansas Public Employees Retirement System in
11 administering the State Police Retirement System. Such transfer request
12 shall be made to the Chief Fiscal Officer of the State, and upon his
13 approval, said transfer shall be made on his books and those of the Treasurer
14 of the State and the Auditor of the State.

15 The provisions of this section shall be in effect only from July 1, ~~2013~~
16 2014 through June 30, ~~2014~~ 2015.

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18 SECTION 12. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
19 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. EXEMPTION
20 FROM PRIOR REVIEW. The Arkansas Public Employees Retirement System is hereby
21 exempted from seeking prior review by the Arkansas Legislative Council with
22 regard to transfers between the Benefits line item in the Cash Fund
23 Appropriation and the Benefits-Non-Employee line item in the Operations
24 Appropriation which are specifically related to transfers necessitated by the
25 changes in retirees' selection of the method of payment of retirement
26 benefits. All other provisions of Arkansas Code §19-4-522 shall be
27 applicable.

28 The provisions of this section shall be in effect only from July 1, ~~2013~~
29 2014 through June 30, ~~2014~~ 2015.

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31 SECTION 13. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
32 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. SPECIAL
33 STATE POLICE RETIREMENT FUND TRANSFERS. A sum not to exceed \$50,000 in each
34 fiscal year of the 2013-2015 biennium may be transferred from the State
35 Police Retirement Fund to the Arkansas Public Employees Retirement Fund to
36 share in the costs incurred by the Arkansas Public Employees Retirement

1 System in the purchase and implementation of a new pension administration
2 system, which will be utilized to administer State Police pension
3 transactions for members and retirees. Said transfer shall sunset at the end
4 of fiscal year 2017. Such transfer request shall be made to the Chief Fiscal
5 officer of the State, and upon his approval, said transfer shall be made on
6 his books and those of the Treasurer of the State and the Auditor of the
7 State.

8 The provisions of this section shall be in full effect only from July
9 1, ~~2013~~ 2014 through June 30, ~~2014~~ 2015.

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11 SECTION 14. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
12 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. SPECIAL
13 JUDICIAL RETIREMENT FUND TRANSFERS. A sum not to exceed \$50,000 in each
14 fiscal year of the 2013-2015 biennium may be transferred from the Judicial
15 Retirement Fund to the Arkansas Public Employees Retirement Fund to share in
16 the costs incurred by the Arkansas Public Employees Retirement System in the
17 purchase and implementation of a new pension administration system, which
18 will be utilized to administer Judicial pension transactions for members and
19 retirees. Said transfer shall sunset at the end of fiscal year 2017. Such
20 transfer request shall be made to the Chief Fiscal Officer of the State, and
21 upon his approval, said transfer shall be made on his books and those of the
22 Treasurer of State and the Auditor of the State.

23 The provisions of this section shall be in effect only from July 1,
24 ~~2013~~ 2014 through June 30, ~~2014~~ 2015.

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26 SECTION 15. COMPLIANCE WITH OTHER LAWS. Disbursement of funds
27 authorized by this act shall be limited to the appropriation for such agency
28 and funds made available by law for the support of such appropriations; and
29 the restrictions of the State Procurement Law, the General Accounting and
30 Budgetary Procedures Law, the Revenue Stabilization Law, the Regular Salary
31 Procedures and Restrictions Act, or their successors, and other fiscal
32 control laws of this State, where applicable, and regulations promulgated by
33 the Department of Finance and Administration, as authorized by law, shall be
34 strictly complied with in disbursement of said funds.

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36 SECTION 16. LEGISLATIVE INTENT. It is the intent of the General

1 Assembly that any funds disbursed under the authority of the appropriations
 2 contained in this act shall be in compliance with the stated reasons for
 3 which this act was adopted, as evidenced by the Agency Requests, Executive
 4 Recommendations and Legislative Recommendations contained in the budget
 5 manuals prepared by the Department of Finance and Administration, letters, or
 6 summarized oral testimony in the official minutes of the Arkansas Legislative
 7 Council or Joint Budget Committee which relate to its passage and adoption.

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 9 SECTION 17. EMERGENCY CLAUSE. It is found and determined by the
 10 General Assembly, that the Constitution of the State of Arkansas prohibits
 11 the appropriation of funds for more than a one (1) year period; that the
 12 effectiveness of this Act on July 1, 2014 is essential to the operation of
 13 the agency for which the appropriations in this Act are provided, and that in
 14 the event of an extension of the legislative session, the delay in the
 15 effective date of this Act beyond July 1, 2014 could work irreparable harm
 16 upon the proper administration and provision of essential governmental
 17 programs. Therefore, an emergency is hereby declared to exist and this Act
 18 being necessary for the immediate preservation of the public peace, health
 19 and safety shall be in full force and effect from and after July 1, 2014.

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 22 **APPROVED: 02/25/2014**
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