

1 State of Arkansas
2 93rd General Assembly
3 Regular Session, 2021
4

As Engrossed: H2/25/21

A Bill

HOUSE BILL 1348

5 By: Representative Warren
6

For An Act To Be Entitled

8 AN ACT CONCERNING MEMBER CONTRIBUTIONS UNDER THE
9 ARKANSAS PUBLIC EMPLOYEES' RETIREMENT SYSTEM; AND FOR
10 OTHER PURPOSES.

Subtitle

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13 CONCERNING MEMBER CONTRIBUTIONS UNDER THE
14 ARKANSAS PUBLIC EMPLOYEES' RETIREMENT
15 SYSTEM.
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19 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:
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21 SECTION 1. Arkansas Code § 24-4-401(b)(1), concerning member
22 contributions under the Arkansas Public Employees' Retirement System, is
23 amended to read as follows:

24 (b)(1)(A) Until July 1, 2005, the contributions of a contributory
25 member shall be six percent (6%) of the member's annual compensation.

26 (B)(i) Beginning July 1, 2005, the contribution rate shall
27 be five percent (5%) of the member's annual compensation for a contributory
28 member.

29 (ii) A person first hired on or after July 1, 2005,
30 is subject to the provisions of § 24-4-1101 et seq.

31 (C) The member's deposit account shall be credited
32 interest at a rate of four percent (4%) per annum beginning July 1, 2005.

33 (D)(i) Beginning July 1, 2022, and continuing each
34 following fiscal year, the contribution rate shall be increased in increments
35 of twenty-five hundredths of one percent (0.25%) per fiscal year.

36 (ii) An increase to the contribution rate under



1 subdivision (b)(1)(D)(i) of this section shall not result in a contribution
2 rate greater than seven percent (7%).

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4 SECTION 2. Arkansas Code § 24-4-1102(a), concerning member
5 contributions under the Arkansas Public Employees' Retirement System, is
6 amended to add an additional subdivision to read as follows:

7 (4)(A) Beginning July 1, 2022, and continuing each following
8 fiscal year, the contribution rate shall be increased in increments of
9 twenty-five hundredths of one percent (0.25%) per fiscal year.

10 (B) An increase to the contribution rate under subdivision
11 (a)(3)(A) of this section shall not result in a contribution rate greater
12 than seven percent (7%).

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15 /s/Warren

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18 **APPROVED: 3/15/21**
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