Hall of the House of Representatives

89th General Assembly - Regular Session, 2013 Amendment Form

Subtitle of House Bill No. 1199

TO AMEND PROVISIONS OF TITLE 24, CHAPTER 7, SUBCHAPTER 7 OF THE ARKANSAS CODE CONCERNING TEACHER RETIREMENT.

Amendment No. 1 to House Bill No. 1199

Amend House Bill No. 1199 as originally introduced:

Page 1, line 8, delete "TITLE 24, CHAPTER 7,"

AND

Page 1, line 9, delete "SUBCHAPTER 7 OF"

AND

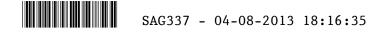
Page 1, line 10, delete "RETIREMENT;" and substitute "RETIREMENT SYSTEM EMPLOYER CONTRIBUTIONS;"

AND

Delete the subtitle in its entirety and substitute: "TO AMEND PROVISIONS OF THE ARKANSAS CODE CONCERNING TEACHER RETIREMENT SYSTEM EMPLOYER CONTRIBUTIONS."

AND

rate shall not exceed fourteen percent (14%). (B)(i) For the fiscal year beginning July 1, 2015, and each fiscal year thereafter, the board may modify the employer contribution rate for the next fiscal year above fourteen percent (14%) in increments of one-fourth of a percent (0.25%) only if the annual report from the system's actuary provided for the previous fiscal year establishes that the system has



a greater than thirty-year amortization period to pay unfunded liabilities without an employer contribution rate of more than fourteen percent (14%) on a smoothed and unsmoothed basis limited to a maximum employer contribution rate of fifteen percent (15%).

(ii) If a report provided by the system's actuary shows that the system's amortization period to pay unfunded liabilities is thirty (30) years or less with a fourteen percent (14%) employer contribution rate on a smoothed or unsmoothed basis, then the employer contribution rate shall not exceed fourteen percent (14%).

(iii)(a) An increase in the employer contribution rate shall only occur if the system implements cost savings from member benefit programs and increased member contributions, measured after July 1, 2013, that equal or exceed the value of the employer contribution increase before or at the same time as an employer contribution increase. (b) The cost savings from member benefit

programs and increased member contributions shall take place or be approved before or at the same time as an employer contribution increase.

(c) The system may rely upon actuarial reports by the system's actuary to determine the relative impact of changes to member benefit programs and increased member contributions, including whether the cost savings from member benefit programs and increased member contributions is equal to or exceeds the value of the proposed employer contribution increase."

The Amendment was read _____ By: Representative Kizzia SAG/SAG - 04-08-2013 18:16:35 SAG337

Chief Clerk