

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.

1 State of Arkansas
2 84th General Assembly
3 Regular Session, 2003
4

A Bill

SENATE BILL 122

5 By: Senators Faris, J. Bookout
6 By: Representatives Mahony, R. Smith
7

For An Act To Be Entitled

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9
10 AN ACT TO ALTER THE AMOUNT OF THE MEMBER'S PLAN
11 CONTRIBUTION TO THE PLAN ACCOUNT UNDER THE
12 TEACHER DEFERRED RETIREMENT OPTION PLAN WITH THE
13 ARKANSAS TEACHER RETIREMENT SYSTEM; AND FOR OTHER
14 PURPOSES.

Subtitle

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17 TO ALTER THE AMOUNT OF THE MEMBER'S PLAN
18 CONTRIBUTIONS TO THE PLAN ACCOUNT UNDER
19 THE TEACHER DEFERRED RETIREMENT OPTION
20 PLAN.
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22

23 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:
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25 SECTION 1. Arkansas Code § 24-7-1306 is amended to read as follows:
26 24-7-1306. Amount of contributions.

27 (a)(1) Teacher Deferred Retirement Option Plan contributions shall be
28 a percentage of the plan benefit.

29 (2)~~(A)~~ The percentage is one hundred percent (100%) reduced by
30 the product of one percent (1%) multiplied by the number of years of
31 contributory service credit and fractions thereof, and further reduced by the
32 product of six-tenths percent (0.6%) multiplied by the number of years of
33 noncontributory service credit and fractions thereof.

34 ~~(B) When a participant in the Teacher Deferred Retirement~~
35 ~~Option Plan reaches normal retirement age, the plan contributions shall be~~
36 ~~one hundred percent (100%) with no reduction.~~



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~~(3) In the event a member has more than thirty (30) years of service, the years of service above thirty (30) years shall be reduced by one half percent (0.5%) for contributory years and three tenths percent (0.3%) for noncontributory years.~~

~~(4)~~(3) Those members already in the plan will have a one-time adjustment made in their contributions.

~~(5)~~(4) The amount of the one-time adjustment will be determined by the Board of Trustees of the Arkansas Teacher Retirement System.

~~(6)~~(5) Furthermore, the board is authorized to make further adjustments on the plan to make it cost-neutral to the Arkansas Teacher Retirement System.

(b) For the purpose of § 24-7-709 related to disposition of residue, plan contributions shall be considered to be annuity payments.

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