

1 State of Arkansas
2 91st General Assembly
3 Regular Session, 2017
4

As Engrossed: S3/2/17

A Bill

SENATE BILL 186

5 By: Senator Hester
6

For An Act To Be Entitled

8 AN ACT TO AMEND THE LAW CONCERNING THE ADJUSTMENT OF
9 THE MULTIPLIER RATE UNDER THE ARKANSAS TEACHER
10 RETIREMENT SYSTEM; TO DECLARE AN EMERGENCY; AND FOR
11 OTHER PURPOSES.
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Subtitle

14 TO AMEND THE LAW CONCERNING THE
15 ADJUSTMENT OF THE MULTIPLIER RATE UNDER
16 THE ARKANSAS TEACHER RETIREMENT SYSTEM;
17 AND TO DECLARE AN EMERGENCY.
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21 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:
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23 SECTION 1. Arkansas Code § 24-7-705(b)(5), concerning the multiplier
24 rate used in a life annuity under the Arkansas Teacher Retirement System, is
25 amended to read as follows:

26 (5) *The board shall not reduce the multiplier rate for*
27 *contributory service earned after the first ten (10) years of service unless*
28 *the:*

29 (A) ~~system's~~ System's *actuary certifies to the board that*
30 *the amortization period to pay the unfunded liabilities of the system exceeds*
31 ~~thirty (30)~~ eighteen (18) years; and

32 (B) ~~that in order to address an amortization period in~~
33 ~~excess of thirty (30) years to pay the unfunded liabilities of the system,~~
34 ~~the board~~ Board *determines that a reduction in the multiplier rate for*
35 *contributory service ~~should be reduced~~ is prudent to maintain actuarial*
36 soundness.



