

1 **State of Arkansas**
2 **80th General Assembly**
3 **Regular Session, 1995**
4 **By: Representative Goodwin**

A Bill

ACT 611 OF 1995
HOUSE BILL 1094

For An Act To Be Entitled

8 "AN ACT TO AMEND ARKANSAS CODE 24-2-502 (a) CONCERNING THE
9 PURCHASE, BY CERTAIN MEMBERS OF STATE-SUPPORTED RETIREMENT
10 SYSTEMS, OF CREDITED SERVICE FOR MILITARY SERVICE; AND FOR
11 OTHER PURPOSE."

Subtitle

14 "AN ACT CONCERNING THE PURCHASE, BY
15 CERTAIN MEMBERS OF STATE-SUPPORTED
16 RETIREMENT SYSTEMS, OF CREDITED SERVICE
17 FOR MILITARY SERVICE."

20 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:

22 SECTION 1. Arkansas Code 24-2-502 (a) is amended to read as follows:

23 "(a) Any person who is or was a member of a state-supported retirement
24 system in this state and who was not receiving benefits under the system on
25 July 9, 1975, shall be entitled to purchase credited service in the system for
26 a period not to exceed five (5) years for service rendered by the member in
27 the armed forces of the United States prior to the member_s employment in a
28 position covered by a state-supported retirement system, but only if the
29 person:

30 (1) Has ten (10) years of credited service with the retirement
31 system;

32 (2) Received an honorable discharge from the armed forces;

33 (3) Is not receiving federal military service retirement pay
34 based upon nineteen (19) or more years of active duty, but disability federal
35 retirement pay shall not disqualify a member from purchasing credit; and

36 (4) (A) For the first three (3) years of credited service,

1 contributes to the member_s deposit account a sum of money equal to the amount
2 he would have contributed to the account had he been a member during his term
3 of military service. This amount shall be based upon his monthly
4 contributions at the time he first became a member of the retirement system
5 and interest thereon at the rate of six percent (6%), together with an amount
6 equal to the employer matching contribution and interest thereon at the rate
7 of six percent (6%), which interest shall commence January 1, 1976, or six (6)
8 months after eligibility, whichever is later.

9 (B) For the fourth and fifth year of credited service,
10 contributes to the member_s deposit account a sum of money equal to the amount
11 he would have contributed to the account had he been a member during his term
12 of military service. This amount shall be based upon:

13 (i) His salary at the time he first became a member of
14 the retirement system; and

15 (ii) The employer_s contribution in effect at the time
16 he first became eligible to purchase the military service; and

17 (iii) Interest thereon on both the employee_s and
18 employer_s contributions at the rate of six percent (6%), which interest shall
19 commence January 1, 1976, or six (6) months after eligibility, whichever is
20 later."

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22 SECTION 2. All provisions of this act of a general and permanent
23 nature are amendatory to the Arkansas Code of 1987 Annotated and the Arkansas
24 Code Revision Commission shall incorporate the same in the Code.

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26 SECTION 3. If any provision of this act or the application thereof to
27 any person or circumstance is held invalid, such invalidity shall not affect
28 other provisions or applications of the act which can be given effect without
29 the invalid provision or application, and to this end the provisions of this
30 act are declared to be severable.

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32 SECTION 4. All laws and parts of laws in conflict with this act are
33 hereby repealed.

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APPROVED: 3-14-95

