State of Arkansas
92nd General Assembly
Regular Session, 2019

By: Representative M. Gray

For An Act To Be Entitled
AN ACT TO AMEND THE LAW CONCERNING THE RE-HIRING OF
DISABILITY RETIRANTS OF THE ARKANSAS TEACHER
RETIREMENT SYSTEM; TO DECLARE AN EMERGENCY; AND FOR
OTHER PURPOSES.

Subtitle
TO AMEND THE LAW CONCERNING THE RE-HIRING
OF DISABILITY RETIRANTS OF THE ARKANSAS
TEACHER RETIREMENT SYSTEM; AND TO DECLARE
AN EMERGENCY.

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

SECTION 1. Arkansas Code § 24-7-704(c)(1)(A), concerning disability
retirement under the Arkansas Teacher Retirement System is amended to read as
follows:

(A) If a disability retiree returns to covered employment before attaining sixty (60) years of age, his or her disability retirement shall terminate unless the retiree meets the requirements to return to covered employment or obtains a waiver under subsection (e) of this section.

SECTION 2. Arkansas Code § 24-7-704(e), concerning the employment of a disability retiree by a covered employer, is amended to read as follows:

(e)(1) A disability retiree may be employed by a covered employer and also receive a monthly disability retirement if the disability retiree provides the covered employer with less than eighty (80) days of

Stricken language would be deleted from and underlined language would be added to present law.
Act 209 of the Regular Session

HOUSE BILL 1308

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actual service during a fiscal year:

(1) The disability retiree provides the covered employer with:

(A) Less than forty (40) days of actual service during a fiscal year; or

(B) At least forty (40) days of actual service during the fiscal year and the actual service:

(i) Is substantially different from the position, job requirements, and work duties from which the disability retiree retired after a determination of disability; and

(ii) Has a computed yearly salary that is less than the final average salary used to compute the monthly disability benefit; and

(2)(A)(i) Within three (3) months of a covered employer's employment of a disability retiree under this section, the system grants a waiver of subdivision (a)(4)(A) of this section upon the request of the covered employer.

(ii) If a covered employer's request for a waiver of subdivision (a)(4)(A) of this section is received by the system, the system shall grant a waiver to permit the covered employer's employment of the disability retiree for less than forty (40) days of actual service in the fiscal year.

(iii) The system is not required to grant a waiver under subdivision (e)(2)(A)(i) of this section if the disability retiree previously worked at least forty (40) days in the fiscal year as a disability retiree.

(B) If a covered employer requests a waiver of subdivision (a)(4)(A) of this section in order to employ a disability retiree for forty (40) days or more of actual service during the fiscal year, upon receiving the request and any supporting documentation, the system shall grant the waiver if it determines that the requirements of this subsection are met.

(3)(A) A disability retiree who meets the requirements of this subsection and whose employer is granted a waiver of subdivision (a)(4)(A) of this section shall continue to receive his or her monthly disability retirement annuity from the system and shall not accrue additional service credit.

(B) A covered employer who employs a disability retiree under this subsection shall remit contributions on all salary paid to
the disability retiree in an amount equal to the employer contribution rate applicable to an active member.

SECTION 3. EMERGENCY CLAUSE. It is found and determined by the General Assembly of the State of Arkansas that certain provisions of the Arkansas Teacher Retirement System Act, an act that created a state agency for the purpose of providing retirement benefits to school employees of the state, are in need of revision and updating to maintain the teacher retirement laws in conformance with sound public pension policy; that the Arkansas Teacher Retirement System operates on a fiscal year of July 1 to June 30; that a July 1, 2019 effective date is necessary to allow the provisions within this act to begin on the first day of the fiscal year to provide proper administration of the procedures referenced in this act; that the updates and revisions to the Arkansas Teacher Retirement System Act are of great importance for actuarial purposes and the protection of member benefits under the Arkansas Teacher Retirement System; and that this act is necessary in order to maintain an orderly system of benefits for the members of the Arkansas Teacher Retirement System. Therefore, an emergency is declared to exist, and this act being necessary for the preservation of the public peace, health, and safety shall become effective on July 1, 2019.

APPROVED: 2/26/19