

## SENATE AMENDMENT 2 TO SB260.

deleting everything on lines 28 through 34 of page 2 and substituting therefor the new subsections (b) and (c) as follows:

"(b) The member's deferred option account shall be the account in which shall be accumulated the member's deferred option contributions, plus interest. The PERS-deferred option contributions shall be a percentage of the PERS-deferred option benefit. The percentage is one hundred percent (100%) of the benefit reduced by a set percentage to be determined in accordance with the rules and regulations of the PERS Board of Trustees as appropriate to maintain a goal of zero-cost to the System. The contribution amount shall be as calculated by the PERS Board of Trustees. After the contribution is calculated, the member shall be informed of the amount of his deferred option contribution and informed that his selection of the deferred retirement option, the time of the retirement deferral, and the selection of the retirement annuity are irrevocable.

"(c) The interest on contributions to the member's deferred option account shall be credited to the individual account balance of the member on an annual basis at the end of each fiscal year. The PERS Board of Trustees shall determine the rate of interest to be credited to each member's deferred option account with interest to be paid on the mean balance in the account for the fiscal year.";

AND

by inserting on line 29 of page 3 a new SECTION 6. to read as follows:

"SECTION 6. No benefit enhancement provided for by this act shall be implemented if it would cause the publicly supported retirement system s unfunded actuarial accrued liabilities to exceed a thirty (30) year amortization. No benefit enhancement provided for by this act shall be implemented by any publicly supported system which has unfunded actuarial accrued liabilities being amortized over a period exceeding thirty (30) years until the unfunded actuarial accrued liability is reduced to a level less than the standards prescribed by Arkansas Code §§ 24-1-101, et seq.";

AND

by renumbering the subsequent SECTIONs appropriately.