

ARKANSAS SENATE
85th General Assembly - Regular Session, 2005
Amendment Form

Subtitle of Senate Bill No. 171

"AN ACT TO INCREASE THE BENEFITS PAID TO RETIRANTS AND TO SURVIVORS
UNDER THE ARKANSAS LOCAL POLICE AND FIRE RETIREMENT SYSTEM."

Amendment No. 1 to Senate Bill No. 171.

Amend Senate Bill No. 171 as originally introduced:

Page 1, delete lines 10 through 13, and substitute the following:

"AN ACT TO INCREASE THE AMOUNT OF FUTURE SUPPLEMENT FUNDS TO BE DISTRIBUTED UNDER THE LOCAL POLICE AND FIRE PENSION AND RELIEF FUNDS; TO ESTABLISH A MINIMUM AMOUNT OF REVENUE TO BE ALLOCATED TO THE ARKANSAS FIRE AND POLICE PENSION GUARANTEE FUND; TO DISTRIBUTE TO THE FUTURE SUPPLEMENT FUND-FIRE AND FUTURE SUPPLEMENT FUND-POLICE ANY AMOUNTS REMAINING IN THE ARKANSAS FIRE AND POLICE PENSION GUARANTEE FUND; AND FOR OTHER PURPOSES."

Page 1, delete lines 16 through 19, and substitute the following:

"TO INCREASE THE AMOUNT DISTRIBUTED TO THE FUTURE SUPPLEMENT FUNDS; TO ESTABLISH A MINIMUM AMOUNT TO BE ALLOCATED TO THE ARKANSAS FIRE AND POLICE PENSION GUARANTEE FUND; AND TO DISTRIBUTE ANY AMOUNTS REMAINING IN THE ARKANSAS FIRE AND POLICE PENSION GUARANTEE FUND TO THE POLICE AND FIRE FUTURE SUPPLEMENT FUNDS."

AND

Delete SECTION 1 in its entirety and substitute the following:

SECTION 1. Arkansas Code § 24-11-209, pertaining to the Arkansas Fire and Police Pension Guarantee Fund, is amended to add a new subsection to read as follows:

(i) Beginning with the 2004-2005 fiscal year, any amount of money not distributed under this section shall be transferred at the end of each fiscal year as follows:

- (1) Fifty percent (50%) to the Future Supplement Fund-Police;
and
(2) Fifty percent (50%) to the Future Supplement Fund-Fire."



"SECTION 2. Arkansas Code § 24-11-212(d), pertaining to future supplement retirement funds, is amended to read as follows:

(d)(1) The General Assembly shall in each regular session decide the method and amount to be distributed from the future supplement funds.

(2)(A) Beginning ~~June 30, 2003~~ June 30, 2005, and June 30 of each following year, the future supplement funds are authorized to distribute ~~ninety percent (90%)~~ one hundred percent (100%) of the amount added to the future supplement funds the previous June 30.

(B) The amount shall be distributed to the local police and fire pension and relief funds to be paid to members who are retired, beneficiaries, or members on the deferred retirement option plan.

(C) For the purposes of distribution, a volunteer member shall receive an amount equal to one-fifth (1/5) of the amount distributed to a paid member.

(D) The distribution shall be calculated and approved by the board.

(3) All funds added to the future supplement funds between June 30, 2003, and June 30, 2005, shall be distributed pursuant to the provisions of subdivision (d)(2) of this section.

SECTION 3. Arkansas Code § 24-11-215(b)(3), pertaining to the allocation of insurance premium taxes, is amended to read as follows:

(3)(A) Funds shall be distributed by the Chief Fiscal Officer of the State to the Arkansas Fire and Police Pension Guarantee Fund upon the recommendation of the Arkansas Fire and Police Pension Review Board in an amount necessary to fund the priority categories defined by § 24-11-209(e)(3)(A)-(D).

(B) Beginning with the 2004-2005 fiscal year, a minimum of one million dollars (\$1,000,000) per annum shall be allocated to the Arkansas Fire and Police Pension Guarantee Fund.

The Amendment was read the first time, rules suspended and read the second time and _____

By: Senator Faris
MMC/BKA - 03-29-2005 11:49
MMC229

Secretary