

Hall of the House of Representatives

86th General Assembly - Regular Session, 2007

Amendment Form

Subtitle of House Bill No. 1259

"AMENDING THE ARKANSAS TEACHER RETIREMENT SYSTEM CONCERNING BENEFITS, CREDITED SERVICE, ELIGIBILITY REQUIREMENTS, EMPLOYEE AND EMPLOYER CONTRIBUTIONS, AND THE ADMINISTRATION OF THE SYSTEM."

Amendment No. 1 to House Bill No. 1259.

Amend House Bill No. 1259 as originally introduced:

Page 1, delete lines 9 through 13 and substitute the following:

"AN ACT CONCERNING THE PURCHASE OF UNIVERSAL LIFE INSURANCE CONTRACTS BY THE ARKANSAS TEACHER RETIREMENT SYSTEM; AND FOR OTHER PURPOSES."

AND

Page 1, delete lines 16 through 20 and substitute the following:

"AN ACT CONCERNING THE PURCHASE OF UNIVERSAL LIFE INSURANCE CONTRACTS BY THE ARKANSAS TEACHER RETIREMENT SYSTEM."

AND

Delete everything following the enacting clause and substitute the following:

"SECTION 1. Arkansas Code Title 24, Chapter 7, Subchapter 4 is amended to add an additional section to read as follows:

24-7-412. Use of assets to purchase universal life insurance policies.

(a) The Board of Trustees of the Arkansas Teacher Retirement System may use fixed assets to purchase universal life insurance contracts for each member of the system.

(b) Upon the death of a member covered by a universal life insurance contract:

(1) The system shall receive the cash value of the contract and the portion of the death benefit that is payable to the system; and

(2) The member's beneficiary shall receive the remaining death benefit.

(c) The purchase of universal life insurance shall not be conducted in a manner that affects the retirement benefits of a vested member of the system."



The Amendment was read _____

By: Representative Harris
MBM/LNS - 03-21-2007 13:22
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Chief Clerk