

Hall of the House of Representatives

93rd General Assembly - Regular Session, 2021
Amendment Form

Subtitle of House Bill No. 1325

TO DEFINE AND CLARIFY RECIPROCAL SERVICE CREDIT AMONG THE PUBLIC EMPLOYMENT RETIREMENT SYSTEMS GENERALLY; TO AMEND THE LAW CONCERNING RECIPROCAL SERVICE CREDIT; AND TO DECLARE AN EMERGENCY.

Amendment No. 2 to House Bill 1325

Amend House Bill No. 1325 as originally introduced:

Page 4, delete lines 34 through 36, and substitute the following:

"(e)(1) The final average compensation used to determine a monthly retirement benefit payable to a member by a reciprocal system shall be the final average compensation calculated for credited service under the reciprocal system as provided by the law applicable to the reciprocal system.

(2)(A) A retirement system is not required to calculate a monthly retirement benefit based on the final highest salary or final average compensation under the reciprocal system in which the member has service credit.

(B) If a retirement system uses the highest final average compensation of the reciprocal system to determine a monthly benefit payable to a member, the final average compensation shall be computed as prescribed by the law of the reciprocal system.

(3) Compensation and salary earned in the Arkansas Judicial Retirement System shall not be used to determine the final highest salary of a member who has service credit in both the Arkansas Judicial Retirement System and a reciprocal system under this section.

(4)(A) A member who has earned service credit in more than one (1) reciprocal system on or before June 30, 2021, shall have his or her monthly benefit calculated by using the highest final average compensation the member has earned from any reciprocal system, excepting compensation and salary earned under subdivision (e)(3) of this section.

(B) The final average compensation under subdivision (e)(4)(A) of this section shall be computed as prescribed by the law of each reciprocal system at the time of the member's retirement."

AND

Page 5, delete lines 1 through 14



The Amendment was read _____
By: Representative Warren
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Chief Clerk