

April 5, 2013

Mr. David B. Clark
Executive Director
Arkansas Local Police and Fire Retirement System
620 W. 3rd, Suite 200
Little Rock, Arkansas 72201-2212

Re: House Bill 1164

Dear Mr. Clark:

House Bill 1164 amends several sections of Arkansas Code. Our analysis of the proposed changes to the sections follows.

Our understanding is that House Bill 1164 provides for LOPFI coverage for individuals who participated in a Local Plan DROP, were subsequently hired by a LOPFI participating police department after a break in employment of at least 30 days, and for whom contributions were made into LOPFI by the employer and if applicable by the employee.

Based on the number of individuals expected to be impacted by HB1164, there is no material effect on current LOPFI employer contribution rates as a result of this legislation.

One or more of the actuaries submitting this statement are Members of the American Academy of Actuaries (MAAA) and meets the Qualification Standards of the American Academy of Actuaries to render the actuarial opinions contained herein.

Please call if you have any questions or comments.

Respectfully submitted,



David L. Hoffman



Heidi G. Barry, ASA, MAAA

DLH:HGB:bd