

House Bill 1184

Actuarial Cost Study prepared for Joint Committee on Public Retirement and Social Security Programs of the Arkansas 94th General Assembly

Provisions of the Bill

House Bill 1184 affects the Arkansas Teacher Retirement System (ATRS). The bill adds a subdivision to ACA §24-7-406(e)(3). In general, a full-time employee of an employer must be a contributory member of ATRS. A member that does not meet the definition of full-time is able to elect whether they want to be contributory or not. The language added by this bill allows the system to prorate the number of contracted days in order to determine whether the member should be classified as a contributory or noncontributory member when a member is not under contract a full year. This will allow for more consistent application of the definition of full-time member.

Fiscal Impact

The effect of House Bill 1184 would be to ensure consistent treatment of full-time employees regardless of their date of hire within the fiscal year. In our opinion there is no fiscal impact to the system due to the provisions of this bill.

Sincerely,



Jody Carreiro, ASA, MAAA, EA, FCA
Actuary