

124 WEST CAPITOL AVENUE

SUITE 400

LITTLE ROCK, AR 72201

July 5, 2017

The Honorable Uvalde Lindsey, Senate Co-Chair The Honorable Lanny Fite, House Co-Chair Arkansas Legislative Council Personnel Committee State Capitol, Room 315 Little Rock, AR 72201

RE: Utilization of Temporary Pool Positions

Dear Senator Lindsey and Representative Fite:

Pursuant to Act 717, Section 15(b) of the 90th General Assembly, I am writing to report the utilization of the authorized temporary pool positions by the Arkansas Public Employees Retirement System for the fourth quarter of fiscal year 2017 (04/01/17 - 06/30/17) and the totals for 16/17 biennium-to-date. Copies of the relevant pages of the act are enclosed for your convenience.

Five of the ten authorized positions were utilized during this period as reflected in the table on the following page. The salaries for these positions for the biennium totaled \$339,703.67. These positions were invaluable in keeping operational and implementation functions on track during the final stages prior to "go live" of our new pension administration system, which occurred on March 20, 2017. All ten pool positions have been inactivated effective 6/17/17.

Please advise if you require additional information.

Sincerely,

Gail H. Stone Executive Director

cc: Mr. Larry Walther, Chief Fiscal Officer, AR Department of Finance & Administration

AR Public Employees Retirement System Pool Position Utilization FY 16/17 Biennium

Class						Salary Expense						
Code	Grade Title		Name	Hire	Term	FY 16	FY17					Biennium
				Date	Date		1st Qtr.	2nd Qtr.	3rd Qtr.	4th Qtr.	FY17	To Date
											Totals	
A078C	C117	Retirement Counselor	Barton, T.	7/19/15	12/9/15	\$ 13,132.25	\$ -	\$ -	\$ -	\$ -	\$ =	\$ 13,132.25
A078C	C117	Retirement Counselor	Franklin, P.	8/17/15	6/18/16	27,101.78	-	-		3	1	27,101.78
A078C	C117	Retirement Counselor	Tallent, T.	11/22/15	10/16/16	29,224.11	12,794.20	2,741.59	-		15,535.79	44,759.90
A078C	C117	Retirement Counselor	Murphy, S.	12/6/15	6/16/17	17,306.82	8,682.49	7 ,44 2.15	9,482.51	8,454.49	34,061.64	51,368.46
A078C	C117	Retirement Counselor	Long, K.	1/3/16	6/18/16	24,168.53	1/4	36	-	125	: 4 5	24,168.53
A078C	C117	Retirement Counselor	Deloach, K.	2/4/16	9/30/16	10,006.98	7,711.65	888.78			8,600.43	18,607.41
A078C	C117	Retirement Counselor	Miller, M.	2/10/16	6/16/17	8,544.18	2,069.46	F=1	3,302.07	4,592.43	9,963.96	18,508.14
A078C	C117	Retirement Counselor	Toliver, G.	3/14/16	12/16/16	10,580.80	9,520.00	8,160.00	*	-	17,680.00	28,260.80
A082C	C117	Accountant II	Summo, S.	6/13/16	6/16/17	620.18	8,682.46	6,852.98	8,682.48	8,322.81	32,540.73	33,160.91
A082C	C117	Accountant II	White, C.	6/13/16	1/14/17	620.18	8,434.43	7,442.16	2,480.73	*	18,357.32	18,977.50
A082C	C117	Accountant II	Archer, J.	6/22/16	6/16/17		8,434.40	7,442.12	8,682.49	7,764.55	32,323.56	32,323.56
A082C	C117	Accountant II	Goucher, V.	7/18/16	6/16/17	546	6,201.77	7,442.16	8,248.39	7,442.11	29,334.43	29,334.43
Totals						\$141,305.81	\$72,530.86	\$48,411.94	\$40,878.67	\$ 36,576.39	\$ 198,397.86	\$339,703.67

- 1 STATE POLICE RETIREMENT FUND TRANSFERS. A sum not to exceed \$50,000 may be
- 2 transferred from the State Police Retirement Fund to the Arkansas Public
- 3 Employees Retirement Fund to share in the costs incurred by the Arkansas
- 4 Public Employees Retirement System in the purchase and implementation of a
- 5 new pension administration system, which will be utilized to administer State
- 6 Police pension transactions for members and retirees. Said transfer shall
- 7 sunset at the end of fiscal year 2017. Such transfer request shall be made
- 8 to the Chief Fiscal officer of the State, and upon his approval, said
- 9 transfer shall be made on his books and those of the Treasurer of the State
 10 and the Auditor of the State.

and the Auditor of the State.

The provisions of this section shall be in full effect only from July

12 1, 2014 2015 through June 30, 2015 2016.

13

14 SECTION 14. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS

- 15 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. SPECIAL
- 16 JUDICIAL RETIREMENT FUND TRANSFERS. A sum not to exceed \$50,000 may be
- 17 transferred from the Judicial Retirement Fund to the Arkansas Public
- 18 Employees Retirement Fund to share in the costs incurred by the Arkansas
- 19 Public Employees Retirement System in the purchase and implementation of a
- 20 new pension administration system, which will be utilized to administer
- 21 Judicial pension transactions for members and retirees. Said transfer shall
- 22 sunset at the end of fiscal year 2017. Such transfer request shall be made to
- 23 the Chief Fiscal Officer of the State, and upon his approval, said transfer
- 24 shall be made on his books and those of the Treasurer of State and the
- 25 Auditor of the State.

The provisions of this section shall be in effect only from July 1,

27 2014 2015 through June 30, 2015 2016.

28 29

31

SECTION 15. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS

30 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW.

ESTABLISHMENT OF A TEMPORARY "POSITION POOL"

- 32 (a) To address temporary staffing needs during the 16-17 biennium due
- 33 to the (1) implementing a new pension administration system (COMPASS) and (2)
- 34 meeting the new Governmental Accounting Standards Board (GASB) #67 (Financial
- 35 Reporting for Pension Plans) and #68 (Accounting and Financial Reporting for
- 36 Pensions) statements, the Arkansas Public Employees Retirement System is

8

9

10

11

12

13

14

29

30 31

32

33

34

35

36

end date.

- authorized for the 2015-2016 fiscal year, a pool of no more than ten (10)

 classified grade C117 level positions at base level pay of \$32,249 each.

 Positions established during the 2015-2016 fiscal year would be continued into the 2016-2017 fiscal year, along with the remainder of the available positions in the pool. All positions would sunset as of 6/30/17. All position advertisements shall clearly state the temporary employment period and hired individuals shall sign a disclosure form acknowledging the 6/30/17
 - (b) The Arkansas Public Employees Retirement System is authorized to access the pool positions authorized in this Section at any time it is determined by the Executive Director that the need exists to provide for continuity of services during those implementation heavy periods of time.

 The Executive Director shall provide a quarterly report of the number of positions utilized and associated salaries to the Chief Fiscal Officer of the State and to the Arkansas Legislative Council for review.
- 15 (c) Determining the number of personnel to be employed by a state 16 agency is the prerogative of the General Assembly and is usually accompanied 17 by delineating the maximum number of personnel by identifying job titles and 18 the maximum grade or salary attached to those titles. The General Assembly 19 has determined that the Arkansas Public Employees Retirement System could 20 utilize these positions to better accomplish the major initiatives faced by 21 the Agency during the 16-17 biennium by providing the temporary position pool 22 in Subsection (a) of this Section. The General Assembly shall maintain 23 oversight of the utilization of the position pool by requiring review of the 24 Legislative Council. Therefore, the requirement of review by the Legislative 25 Council is not a severable part of this Section. If the requirement of 26 review is ruled unconstitutional by a court of competent jurisdiction, this 27 entire section is void. 28

The provisions of this section shall be in effect only from July 1, 2015 through June 30, 2016.

SECTION 16. COMPLIANCE WITH OTHER LAWS. Disbursement of funds authorized by this act shall be limited to the appropriation for such agency and funds made available by law for the support of such appropriations; and the restrictions of the State Procurement Law, the General Accounting and Budgetary Procedures Law, the Revenue Stabilization Law, the Regular Salary