

1 State of Arkansas

2 80th General Assembly

3 Regular Session, 1995

4 By: Representative Goodwin

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For An Act To Be Entitled

8 "AN ACT TO AMEND ARKANSAS CODE 24-2-502 (a) CONCERNING THE
9 PURCHASE, BY CERTAIN MEMBERS OF STATE-SUPPORTED RETIREMENT
10 SYSTEMS, OF CREDITED SERVICE FOR MILITARY SERVICE; AND FOR
11 OTHER PURPOSE."

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Subtitle

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20 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:

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22 SECTION 1. Arkansas Code 24-2-502 (a) is amended to read as follows:

23 "(a) Any person who is or was a member of a state-supported retirement
24 system in this state and who was not receiving benefits under the system on
25 July 9, 1975, shall be entitled to purchase credited service in the system
26 for a period not to exceed five (5) years for service rendered by the member
27 in the armed forces of the United States prior to the member_s employment in
28 a position covered by a state-supported retirement system, but only if the
29 person:

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31 system;

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34 based upon nineteen (19) or more years of active duty, but disability federal
35 retirement pay shall not disqualify a member from purchasing credit; and

1 (4) (A) For the first three (3) years of credited service,
2 contributes to the member_s deposit account a sum of money equal to the
3 amount he would have contributed to the account had he been a member during
4 his term of military service. This amount shall be based upon his monthly
5 contributions at the time he first became a member of the retirement system
6 and interest thereon at the rate of six percent (6%), together with an amount
7 equal to the employer matching contribution and interest thereon at the rate
8 of six percent (6%), which interest shall commence January 1, 1976, or six
9 (6) months after eligibility, whichever is later.

10 (B) For the fourth and fifth year of credited service,
11 contributes to the member_s deposit account a sum of money equal to the
12 amount he would have contributed to the account had he been a member during
13 his term of military service. This amount shall be based upon:

14 (i) His salary at the time he first became a member
15 of the retirement system; and

16 (ii) The employer_s contribution in effect at the
17 time he first became eligible to purchase the military service; and

18 (iii) Interest thereon on both the employee_s and
19 employer_s contributions at the rate of six percent (6%), which interest
20 shall commence January 1, 1976, or six (6) months after eligibility,
21 whichever is later."

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23 SECTION 2. All provisions of this act of a general and permanent
24 nature are amendatory to the Arkansas Code of 1987 Annotated and the Arkansas
25 Code Revision Commission shall incorporate the same in the Code.

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27 SECTION 3. If any provision of this act or the application thereof to
28 any person or circumstance is held invalid, such invalidity shall not affect
29 other provisions or applications of the act which can be given effect without
30 the invalid provision or application, and to this end the provisions of this
31 act are declared to be severable.

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33 SECTION 4. All laws and parts of laws in conflict with this act are
34 hereby repealed.

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