

1 State of Arkansas
2 80th General Assembly
3 Regular Session, 1995

A Bill

HOUSE BILL 1236

4 By: Representatives McKissack, M. Wilson, and McJunkin

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For An Act To Be Entitled

8 "AN ACT TO AMEND ARKANSAS CODE § 24-2-502(a) TO PERMIT
9 MEMBERS OF STATE SUPPORTED RETIREMENT SYSTEMS TO PURCHASE
10 RETIREMENT CREDIT FOR MILITARY SERVICE AT THE CONTRIBUTION
11 RATE WHEN THEY FIRST BECAME MEMBERS OF THE RETIREMENT
12 SYSTEM; AND FOR OTHER PURPOSES."

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Subtitle

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

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

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

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(1) Has ten (10) years of credited service with the retirement

system;

(2) Received an honorable discharge from the armed forces;

(3) Is not receiving federal military service retirement pay

based upon nineteen (19) or more years of active duty, but disability federal

1 retirement pay shall not disqualify a member from purchasing credit; and

2 (4) Contributes to the member's deposit account a sum of money
3 equal to the amount he would have contributed to the account had he been a
4 member during his term of military service. This amount shall be based upon:

5 (A) His salary at the time he first became a member of the
6 retirement system, *unless it affects the actuarial soundness of the State*
7 *Police Retirement System, in which case, it shall be his monthly contribution*
8 *at the time he first became a member of the retirement system; and*

9 (B) The employer's contribution in effect at the time he
10 first became a member of the retirement system, *unless it affects the*
11 *actuarial soundness of the State Police Retirement System, in which case, it*
12 *shall be the employer's contribution in effect at the time he first became*
13 *eligible to purchase the military service; and*

14 (C) Interest thereon on both the employee's and employer's
15 contributions at the rate of six percent (6%), which interest shall commence
16 January 1, 1976, or six (6) months after eligibility, whichever is later."

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18 SECTION 2. All provisions of this act of general and permanent nature
19 are amendatory to the Arkansas Code of 1987 Annotated and the Arkansas Code
20 Revision Commission shall incorporate the same in the Code.

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22 SECTION 3. If any provisions of this act or the application thereof to
23 any person or circumstance is held invalid, the invalidity shall not affect
24 other provisions or applications of the act which can be given effect without
25 the invalid provisions or application, and to this end the provisions of this
26 act are declared to be severable.

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

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/s/Rep. McKissack, et al

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