

1 State of Arkansas

2 80th General Assembly

3 Regular Session, 1995

4 By: Representative McGinnis

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# A Bill

HOUSE BILL

1556

## For An Act To Be Entitled

8 "AN ACT TO AMEND ARKANSAS CODE § 24-11-406(a) TO REQUIRE  
9 SMALL AND INSUFFICIENTLY-FUNDED LOCAL POLICE PENSION FUNDS  
10 TO BE ADMINISTERED BY THE ARKANSAS LOCAL POLICE AND FIRE  
11 RETIREMENT SYSTEM; TO AMEND ARKANSAS CODE § 24-11-804(a)  
12 TO REQUIRE SMALL AND INSUFFICIENTLY-FUNDED LOCAL FIRE  
13 PENSION FUNDS TO BE ADMINISTERED BY THE ARKANSAS LOCAL  
14 *POLICE AND FIRE RETIREMENT SYSTEM; AND FOR OTHER*  
15 *PURPOSES.*"

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## Subtitle

18 "TO REQUIRE SMALL AND INSUFFICIENTLY  
19 FUNDED LOCAL POLICE AND FIRE PENSION  
20 FUNDS TO BE ADMINISTERED BY THE ARKANSAS  
21 LOCAL POLICE AND FIRE RETIREMENT  
22 SYSTEM."

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

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26 SECTION 1. Subsection (a) of Arkansas Code § 24-11-406 is hereby  
27 amended to read as follows:

28 "(a) If any local police pension and relief fund lacks sufficient  
29 members to constitute or function as a local board or if the Arkansas Fire  
30 and Police Pension Review Board determines that such fund will be required to  
31 prorate benefits as provided by law within ten years or less, *and if both*  
32 *Police and Fire Pension and Relief Funds agree to voluntarily be administered*  
33 *by the local police and fire retirement system and there would be at least a*  
34 *fifteen percent (15%) reduction in the actuarially computed employer*  
35 *contribution rate, then the employer shall agree and pay the consolidated*

1 *rate. Any political subdivision which fails to make computed contribution*  
2 *rate will be subject to the provisions of Ark. Code 24-10-410."*

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4 SECTION 2. Subsection (a) of Arkansas Code § 24-11-804 is hereby  
5 amended to read as follows:

6 "(a) If any local *fire* pension and relief fund lacks sufficient  
7 members to constitute or function as a local board or if the Arkansas Fire  
8 and Police Pension Review Board determines that such fund will be required to  
9 prorate benefits as provided by law within ten years or less, *and if both*  
10 *Police and Fire Pension and Relief Funds agree to voluntarily be administered*  
11 *by the local police and fire retirement system and there would be at least a*  
12 *fifteen percent (15%) reduction in the actuarially computed employer*  
13 *contribution rate, then the employer shall agree and pay the consolidated*  
14 *rate. Any political subdivision which fails to make the computed*  
15 *contribution rate will be subject to the provisions of Ark. Code 24-10-410."*

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17 SECTION 3. All provisions of this act of a general and permanent  
18 nature are amendatory to the Arkansas Code of 1987 Annotated and the Arkansas  
19 Code Revision Commission shall incorporate the same in the Code.

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21 SECTION 4. If any provision of this act or the application thereof to  
22 any person or circumstance is held invalid, such invalidity shall not affect  
23 other provisions or applications of the act which can be given effect without  
24 the invalid provision or application, and to this end the provisions of this  
25 act are declared to be severable.

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27 SECTION 5. *All laws and parts of laws in conflict with this act are*  
28 *hereby repealed.*

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*/s/Rep. McGinnis*

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***As Engrossed: 2/21/95 3/28/95 4/7/95***

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