

1 State of Arkansas
2 81st General Assembly
3 Regular Session, 1997

A Bill

HOUSE BILL 1262

4
5 By: Representative Dawson
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For An Act To Be Entitled

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9 "AN ACT TO AMEND ARKANSAS CODE §§ 24-1-434(e) AND
10 24-11-830(e) TO CLARIFY THE RATES OF INTEREST EARNED ON
11 POLICEMEN'S AND FIREMEN'S DEFERRED RETIREMENT OPTION PLAN
12 ACCOUNTS UNDER MUNICIPAL POLICE AND FIRE PENSION AND
13 RELIEF FUNDS; AND FOR OTHER PURPOSES."
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Subtitle

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16 "TO CLARIFY THE RATES OF INTEREST EARNED
17 ON POLICEMEN'S AND FIREMEN'S DEFERRED
18 RETIREMENT OPTION PLAN ACCOUNTS UNDER
19 MUNICIPAL PENSION AND RELIEF FUNDS."
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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 § 24-11-434(e), regarding the rate of interest
24 paid to member account under the deferred retirement option plan for
25 policemen's pension and relief funds, is amended to read as follows:

26 "(e)(1) The member's monthly retirement benefit shall not change,
27 unless the plan receives a benefit increase.

28 (2)(A) A member who participates in this plan shall earn interest
29 at a rate of two (2) percentage points below the rate of return of the
30 investment portfolio of the policemen's pension and relief fund as certified
31 by the actuary under contract with the Arkansas Fire and Police Pension Review
32 Board in accordance with generally accepted actuarial practices and Arkansas
33 Code § 24-11-207, but no less than the actuarial assumed interest rate as
34 certified by the actuary.

35 (B) The interest shall be credited to the individual
36 account balance of the member on an annual basis."

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SECTION 2. Arkansas Code § 24-11-830(e), regarding the rate of interest paid to member account under the deferred retirement option plan for firemen's pension and relief funds, is amended to read as follows:

"(e)(1) The member's monthly retirement benefit shall not change, unless the plan receives a benefit increase.

(2)(A) A member who participates in this plan shall earn interest at a rate of two (2) percentage points below the rate of return of the investment portfolio of the firemen's pension and relief fund as certified by the actuary under contract with the Arkansas Fire and Police Pension Review Board in accordance with generally accepted actuarial practices and Arkansas Code § 24-11-207, but no less than the actuarial assumed interest rate as certified by the actuary.

(B) The interest shall be credited to the individual account balance of the member on an annual basis."

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

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

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