

1 State of Arkansas
2 82nd General Assembly
3 Regular Session, 1999

A Bill

HOUSE BILL 1463

4
5 By: Representative W. Walker
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For An Act To Be Entitled

8
9 "AN ACT TO AMEND ARKANSAS CODE 24-7-1301(b) CONCERNING
10 PARTICIPATION IN THE TEACHER DEFERRED RETIREMENT
11 OPTION PLAN; AND FOR OTHER PURPOSES."

Subtitle

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14 "CONCERNING PARTICIPATION IN THE TEACHER
15 DEFERRED RETIREMENT OPTION PLAN."
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18 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:
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20 SECTION 1. Arkansas Code 24-7-1301(b) is amended to read as follows:

21 "(b) The condition required for participation in the teacher deferred
22 retirement option plan is that the member must have at least ~~thirty (30)~~
23 twenty-eight (28) years of service credit in the Arkansas Teacher Retirement
24 System."
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26 SECTION 2. Arkansas Code 24-7-1306 (a) is amended to read as follows:

27 "(a) Teacher deferred retirement option plan contributions shall be a
28 percentage of the teacher deferred retirement option plan benefit. The
29 percentage is one hundred percent (100%) reduced by the product of one percent
30 (1%) multiplied by the number of years of contributory service credit and
31 fractions thereof, and further reduced by the product of six-tenths percent
32 (0.6%) multiplied by the number of years of noncontributory service credit and
33 fractions thereof. In the event a member has more than ~~thirty (30)~~ twenty-
34 eight (28) years of service, the years of service above ~~thirty (30)~~ twenty-
35 eight (28) years shall be reduced by one-half of one percent (0.5%) for
36 contributory years and three-tenths of one percent (0.3%) for noncontributory

1 years. Those members already in the teacher deferred retirement option plan
 2 will have a one-time adjustment made in their contributions. The amount of the
 3 one-time adjustment will be determined by the board of trustees. Further, the
 4 board of trustees is authorized to make further adjustments on the teacher
 5 deferred retirement option plan to make it cost neutral to the system.”
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7 SECTION 3. No benefit enhancement provided for by this act shall be
 8 implemented if it would cause the publicly supported retirement system's
 9 unfunded actuarial accrued liabilities to exceed a thirty (30) year
 10 amortization. No benefit enhancement provided for by this act shall be
 11 implemented by any publicly supported system which has unfunded actuarial
 12 accrued liabilities being amortized over a period exceeding thirty (30) years
 13 until the unfunded actuarial accrued liability is reduced to a level less than
 14 the standards prescribed by Arkansas Code, Title 24.
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16 SECTION 4. All provisions of this act of a general and permanent nature
 17 are amendatory to the Arkansas Code of 1987 Annotated and the Arkansas Code
 18 Revision Commission shall incorporate the same in the Code.
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20 SECTION 5. If any provision of this act or the application thereof to
 21 any person or circumstance is held invalid, such invalidity shall not affect
 22 other provisions or applications of the act which can be given effect without
 23 the invalid provision or application, and to this end the provisions of this
 24 act are declared to be severable.
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26 SECTION 6. All laws and parts of laws in conflict with this act are
 27 hereby repealed.
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