State of Arkansas 1 As Engrossed: H3/12/99 A Bill 2 82nd General Assembly 3 Regular Session, 1999 HOUSE BILL 1465 4 By: Representative Shoffner 5 By: Senator Critcher 6 7 8 For An Act To Be Entitled 9 "AN ACT TO AMEND TITLE 24, CHAPTER 11, OF THE ARKANSAS 10 CODE REGARDING THE LOCAL POLICE AND FIREFIGHTER 11 12 PENSION AND RELIEF FUNDS, TO ADD A NEW SECTION TO PROVIDE FOR THE PURCHASE OF SERVICE CREDIT FOR 13 EMPLOYMENT IN A POLICE-RELATED OR FIRE-RELATED SERVICE 14 POSITION WITH A MUNICIPALITY; AND FOR OTHER PURPOSES." 15 16 Subtitle 17 "TO PROVIDE FOR THE PURCHASE OF SERVICE 18 CREDIT FOR EMPLOYMENT IN A POLICE-19 20 RELATED OR FIRE-RELATED SERVICE POSITION WITH A MUNICIPALITY." 21 22 23 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS: 24 25 SECTION 1. Title 24, Chapter 11, Subchapter 4 of the Arkansas Code is 26 amended to add a new section to be appropriately numbered by the Arkansas Code 27 28 Revision Commission: 29 "Police-related service. 30 (a) Any member of a policemen's pension and relief fund who has police-31 related service with the municipal government shall be entitled to purchase 32 credited service in the system equivalent to the amount of employment service he or she has with the municipal police department in a position as police-33 related employment service up to a maximum of three (3) years of credited 34 35 service, provided that the member contributes to the system an amount, as the board shall determine, which would be actuarially equivalent to the value of 36

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- 1 <u>the service purchased.</u>
- 2 <u>(b) The Arkansas Fire and Police Pension Review Board shall have the</u> 3 final power to determine the value of the service purchased.
 - (c) Service credit purchased under this section may be used to determine the member's total credited service for the amount upon retirement and shall not be used to determine his or her final average pay for service under the system.
- (d) As used in this section, 'police-related service' means service
 with a municipality which has police officers covered under a policemen's
 pension and relief fund in a job or in a paid position within a covered police
 department or fire department where the person performs duties which are
 related to the delivery of police and law enforcement services, including
 service such as a police department radio dispatcher, or other similar
 service."

SECTION 2. <u>Title 24, Chapter 11, Subchapter 8 of the Arkansas Code is</u> amended to add a new section to be appropriately numbered by the Arkansas Code Revision Commission:

"Fire-related service.

- (a) Any member of a firemen's pension and relief fund who has firerelated service with the municipal government shall be entitled to purchase
 credited service in the system equivalent to the amount of employment service
 he or she has with the municipal fire department in a position as fire-related
 employment service up to a maximum of three (3) years of credited service,
 provided that the member contributes to the system an amount, as the board
 shall determine, which would be actuarially equivalent to the value of the
 service purchased.
 - (b) The Arkansas Fire and Police Pension Review Board shall have the final power to determine the value of the service purchased.
- 30 <u>(c) Service credit purchased under this section may be used to</u>
 31 <u>determine the member's total credited service for the amount upon retirement</u>
 32 <u>and shall not be used to determine his or her final average pay for service</u>
 33 <u>under the system.</u>
 - (d) As used in this section, 'fire-related service' means service with a municipality which has firemen covered under a firemen's pension and relief fund in a job or in a paid position within a covered fire department or fire

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1	department where the person performs duties which are related to the delivery
2	of fire services, including service such as a fire department radio
3	dispatcher, or other similar service."
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5	SECTION 3. No benefit enhancement provided for by this act shall be
6	implemented if it would cause the publicly supported retirement system's
7	unfunded actuarial accrued liabilities to exceed a thirty (30) year
8	amortization. No benefit enhancement provided for by this act shall be
9	implemented by any publicly supported system which has unfunded actuarial
10	accrued liabilities being amortized over a period exceeding thirty (30) years
11	until the unfunded actuarial accrued liability is reduced to a level less than
12	the standards prescribed by Arkansas Code, Title 24.
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14	SECTION 4. All provisions of this act of general and permanent nature
15	are amendatory to the Arkansas Code of 1987 Annotated and the Arkansas Code
16	Revision Commission shall incorporate the same in the Code.
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18	SECTION 5. If any provisions of this act or the application thereof to
19	any person or circumstance is held invalid, the invalidity shall not affect
20	other provisions or applications of the act which can be given effect without
21	the invalid provisions or application, and to this end the provisions of this
22	act are declared to be severable.
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24	SECTION 6. All laws and parts of laws in conflict with this act are
25	hereby repealed.
26	/s/ Shoffner, et al
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