

Stricken language would be deleted from and underlined language would be added to the law as it existed prior to this session of the General Assembly.

1 State of Arkansas
2 83rd General Assembly
3 Regular Session, 2001
4

As Engrossed: S2/6/01
A Bill

SENATE BILL 214

5 By: Senator Faris
6 By: Representative R. Smith
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9 **For An Act To Be Entitled**

10 AN ACT TO AMEND THE ALTERNATE RETIREMENT PLAN FOR
11 STATE COLLEGES; AND FOR OTHER PURPOSES.

12
13 **Subtitle**

14 AN ACT AMENDING THE ALTERNATE RETIREMENT
15 PLAN FOR STATE COLLEGES.
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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 24-7-801 is amended to read as follows:

21 24-7-801. Definitions.

22 As used in this subchapter, unless the context otherwise requires:

23 (1) "Alternate retirement plan" means a retirement plan based on the
24 purchase of contracts providing retirement and death benefits for the ~~teachers~~
25 ~~and administrative officers of state supported colleges~~ employees of Arkansas
26 State University, and the department employees, and employees of Arkansas'
27 state-supported universities, colleges, or junior colleges that are not a part
28 of the University of Arkansas system;

29 (2) "Board" means the governing body of a college;

30 (3) "College" means any one (1) of the state-supported universities,
31 colleges and junior colleges not a part of the University of Arkansas system,
32 and Arkansas State University;

33 (4) "Department employees" means the director and the professional
34 education employees of the Department of Higher Education;

35 (5) "Retirement system" means the Arkansas Teacher Retirement System;

36 (6) "Staff members" means ~~both teachers and administrative officers of~~

1 ~~a college who are~~ any employee of a college or university who is eligible for
2 membership in ~~the~~ any retirement system plan;

3 (7) "State" means the State of Arkansas; and

4 (8) "State board" means the ~~State Board of Higher Education~~ Arkansas
5 Higher Education Coordinating Board.

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7 SECTION 2. Arkansas Code 24-7-808 is amended to read as follows:

8 24-7-808. Contributions.

9 (a)(1) Any college or university which elects to establish and maintain
10 *an alternate retirement plan, and the* ~~State Board of Higher Education~~ Arkansas
11 Higher Education Coordinating Board *if it so elects,* shall contribute to that
12 plan on behalf of each staff member who elects to participate in the alternate
13 retirement plan, or employee of the Department of Higher Education, six
14 percent (6%) of his total regular compensation during the continuance of his
15 employment.

16 (2) Each staff member who elects to participate in the alternate
17 retirement plan, or department employee, at the discretion of the college or
18 university, shall also contribute thereto six percent (6%) of his total
19 regular compensation.

20 (b)(1) The college or university may, at its discretion, contribute up
21 to an additional four percent (4%) of the staff member's total regular
22 compensation.

23 (2) Each staff member shall match that contribution by
24 contributing a like percent of his total regular compensation.

25 (c) In addition to the contributions defined above, the department or
26 any college or university which elects to establish and maintain an alternate
27 retirement plan may permit a newly eligible employee who elects to establish
28 and maintain an alternate retirement plan, and may permit a newly eligible
29 employee who elects to participate in an alternate retirement plan, to make
30 incremental increases in plan contributions to reach the required six percent
31 (6%) minimum contribution level by completion of the fourth year of
32 participation in the alternate plan.

33 ~~(e)(d)~~ Payment of contributions authorized by ~~the provisions of~~ this
34 section shall be made by the disbursing officer of the college or university
35 and by the state official charged with the duty of paying salaries to
36 department employees to the designated companies in accordance with the

1 provisions of this section.

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SECTION 3. [THE ARKANSAS CODE REVISION COMMISSION IS NOT REQUIRED TO
CODIFY THIS SECTION.] No benefit enhancement provided for by this act shall
be implemented if it would cause the publicly supported retirement system's
unfunded actuarial accrued liabilities to exceed a thirty (30) year
amortization. No benefit enhancement provided for by this act shall be
implemented by any publicly supported system which has unfunded actuarial
accrued liabilities being amortized over a period exceeding thirty (30) years
until the unfunded actuarial accrued liability is reduced to a level less than
the standards prescribed by Arkansas Code, Title 24.

/s/ Fari s