

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 85th General Assembly
3 Regular Session, 2005

A Bill

SENATE BILL 20

4
5 By: Senator Faris
6
7

For An Act To Be Entitled

8
9 AN ACT TO AMEND THE ARKANSAS PUBLIC EMPLOYEES'
10 RETIREMENT SYSTEM LAWS TO ALLOW MEMBERS TO
11 PURCHASE CREDIT FOR OUT-OF-STATE GOVERNMENTAL
12 SERVICE; AND FOR OTHER PURPOSES.
13

Subtitle

14
15 TO AMEND THE ARKANSAS PUBLIC EMPLOYEES'
16 RETIREMENT SYSTEM LAWS TO ALLOW MEMBERS
17 TO PURCHASE CREDIT FOR OUT-OF-STATE
18 GOVERNMENTAL SERVICE.
19
20

21 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:
22

23 SECTION 1. Arkansas Code Title 24, Chapter 4, Subchapter 7 is amended
24 to add an additional section to read as follows:

25 24-4-749. Purchase of out-of-state governmental service.

26 (a) A member who has performed service other than military service as
27 an employee of a state or local governmental entity in the United States
28 other than in the State of Arkansas or the federal government may receive
29 credited service for the out-of-state governmental employment if:

30 (1) The member has at least five (5) years of credited service
31 at the time of application;

32 (2) The number of years of out-of-state governmental employment
33 applied for does not exceed five (5) years;

34 (3) At the time of application the member furnishes evidence of
35 the out-of-state service that is acceptable to the Arkansas Public Employees'
36 Retirement System; and



1 (4) The member pays to the member's deposit fund an amount equal
2 to the actuarial present value of the credited service applied for under this
3 section based upon assumptions recommended by the actuary.

4 (b) A member may not receive the credited service provided for in this
5 section for the purpose of establishing entitlement to, or the amount of, any
6 other benefit to be paid by any federal, state, or local government entity
7 except a benefit under the federal Social Security Act.

8 (c) The service credit provided for in this section is subject to any
9 applicable limits under the United States Internal Revenue Code.

10
11 SECTION. EMERGENCY CLAUSE. It is found and determined by the General
12 Assembly of the State of Arkansas that for the effective administration of
13 this act and to avoid undue harm to the members and benefit recipients of the
14 Arkansas Public Employees' Retirement System that this act should become
15 effective on July 1, 2005. Therefore, an emergency is declared to exist and
16 this act being necessary for the preservation of the public peace, health,
17 and safety shall become effective on July 1, 2005.