| 1        | State of Arkansas          | As Engrossed: H3/9/11<br>A Bill      |                                   |
|----------|----------------------------|--------------------------------------|-----------------------------------|
| 2        | 88th General Assembly      | A DIII                               |                                   |
| 3        | Regular Session, 2011      |                                      | HOUSE BILL 1112                   |
| 4        |                            |                                      |                                   |
| 5        | By: Representative Stewart |                                      |                                   |
| 6        |                            | For An Act To Do Entit               | lad                               |
| 7        |                            | For An Act To Be Entit               |                                   |
| 8        |                            | LOW MEMBERS OF THE STATE             |                                   |
| 9        |                            | YSTEM TO PURCHASE CREDITE            |                                   |
| 10       |                            | PERIOD NOT TO EXCEED FIV             |                                   |
| 11       |                            | HE NATIONAL GUARD OR ARME            | D FORCES                          |
| 12       | RESERVE; AND               | FOR OTHER PURPOSES.                  |                                   |
| 13       |                            |                                      |                                   |
| 14       |                            | Subtitle                             |                                   |
| 15       |                            | SUDILLE<br>W MEMBERS OF THE STATE PO |                                   |
| 16       |                            |                                      |                                   |
| 17       |                            | IENT SYSTEM TO PURCHASE CF           |                                   |
| 18       |                            | C FOR A PERIOD NOT TO EXCE           |                                   |
| 19<br>20 |                            | ARS FOR SERVICE IN THE NAT           | TIONAL                            |
| 20<br>21 | GUARD O                    | OR ARMED FORCES RESERVE.             |                                   |
| 22       |                            |                                      |                                   |
| 22       | ΒΕ ΤΤ ΕΝΛΟΤΕΊ ΒΥ ΤΗΕ ΩΕΝΙ  | ERAL ASSEMBLY OF THE STAT            | F OF ADVANSAS.                    |
| 24       | DE II ENACIED DI INE CEN   | LIKEL AUGLIDET OF THE STAT           |                                   |
| 25       | SECTION 1. Arkans          | as Code Title 24. Chapter            | 6, Subchapter 1 is amended        |
| 26       | to add an additional sec   |                                      | o, superapeer i is ameriaea       |
| 27       |                            | for service in national g            | uard and armed forces             |
| 28       | reserve.                   |                                      |                                   |
| 29       |                            | is section, "armed forces            | reserve" means one (1) of         |
| 30       |                            | f the armed forces of the            |                                   |
| 31       |                            | f the State Police Retire            |                                   |
| 32       |                            |                                      | o exceed five (5) years for       |
| 33       |                            |                                      | national guard or in the          |
| 34       | armed forces reserve if    | the member:                          |                                   |
| 35       | <u>(A) Ma</u>              | <u>akes an application to th</u>     | <u>e Board of Trustees of the</u> |
| 36       | State Police Retirement    | <u>System;</u>                       |                                   |



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| 1       (B) Provides the board with satisfactory proof of the person's service in the national guard or in the armed forces reserve;         2       person's service in the national guard or in the armed forces reserve;         3       (C) Pays to the member's deposit account an amount         4       to the actuarial present value of the credited service applied for und         5       section based upon assumptions recommended by the system's actuary.         6       (2) The payment shall be credited to the member's deposit         7       account and is in addition to any regular member contributions.         8       (c) A member shall receive one (1) year of purchased service credited service c | and<br>equal  |  |  |
|---|---|--|--|
| 3 <u>(C) Pays to the member's deposit account an amount</u> 4 <u>to the actuarial present value of the credited service applied for und</u> 5 <u>section based upon assumptions recommended by the system's actuary.</u> 6 <u>(2) The payment shall be credited to the member's deposit</u> 7 <u>account and is in addition to any regular member contributions.</u>  | equal   |  |  |
| <ul> <li>4 to the actuarial present value of the credited service applied for und</li> <li>5 section based upon assumptions recommended by the system's actuary.</li> <li>6 (2) The payment shall be credited to the member's deposit</li> <li>7 account and is in addition to any regular member contributions.</li> </ul>   |   |  |  |
| 5 <u>section based upon assumptions recommended by the system's actuary.</u> 6 <u>(2) The payment shall be credited to the member's deposit</u> 7 account and is in addition to any regular member contributions.   | <u>ei tiiis</u>   |  |  |
| 6 <u>(2)</u> The payment shall be credited to the member's deposit<br>7 account and is in addition to any regular member contributions.   |   |  |  |
| 7 account and is in addition to any regular member contributions.   |   |  |  |
| <u> </u>  |   |  |  |
|   |   |  |  |
| (c) A member shall receive one (l) year of purchased service credit   |   |  |  |
| for every one (1) year of compensated service in the national guard or in the   |   |  |  |
| armed forces reserve.   |   |  |  |
| (d) The service in the national guard or in the armed forces reserve  |   |  |  |
| shall not become credited service under this system until the member:   |   |  |  |
| (1) Pays for the year of service in the national guard or in the  |   |  |  |
| armed forces reserve prior to retirement; and   |   |  |  |
| 15 (2) Has established five (5) or more years of actual serv  | lce in  |  |  |
| the system.   |   |  |  |
| 17 (e) If a member ceases to be an active member before the servic  | <u>in</u>   |  |  |
| 18 the national guard or in the armed forces reserve has been established   | as  |  |  |
| system-credited service, the member payments contributed under this section   |   |  |  |
| 20 are refundable, together with regular interest.  |   |  |  |
| 21 (f)(1) This section is supplemental to §§ 24-2-502 and 24-6-210  | (f)(1) This section is supplemental to §§ 24-2-502 and 24-6-210, and      |  |  |
| 22 this section does not diminish the right of any member of the system t   | <u>)</u>  |  |  |
| 23 obtain credited service in the system for active duty military service   | within  |  |  |
| 24 the limits permitted by §§ 24-2-502 and 24-6-210.  | the limits permitted by §§ 24-2-502 and 24-6-210.                         |  |  |
| 25 (2) However, a member is not entitled to receive more that   | ı five  |  |  |
| 26 (5) years of credited service rendered by the member under this section  | 1.  |  |  |
| 27 (3) A member is not eligible to purchase service credit is   | <u>n more</u>   |  |  |
| 28 than one (1) retirement system, whether federally or state-supported,  | for   |  |  |
| service in the national guard or in the armed forces reserve.   |   |  |  |
| 30 (4) Service credit in the system for active duty military  |   |  |  |
| 31 service under §§ 24-2-502 and 24-6-210 and for service in the national   | guard   |  |  |
| 32 or in the armed forces reserve shall not be given for the same period  | <u>of</u>   |  |  |
| 33 <u>time.</u>   |   |  |  |
| (5) A member's service in the national guard or in the armed  |   |  |  |
| 34 (5) A member's service in the national guard or in the ar  | forces reserve shall not make the member eligible for any kind of benefit |  |  |
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