

1 State of Arkansas
2 90th General Assembly
3 Regular Session, 2015
4

As Engrossed: H2/3/15 H2/6/15

A Bill

HOUSE BILL 1215

5 By: Representative *House*
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For An Act To Be Entitled

9 AN ACT TO AMEND THE LAW CONCERNING PUBLIC EMPLOYEE
10 RETIREMENT PLANS; TO SPECIFY THE REPORTING
11 REQUIREMENTS OF ALL TAXPAYER-FUNDED RETIREMENT
12 SYSTEMS; TO SPECIFY THE REPORTING REQUIREMENTS OF ALL
13 PUBLIC EMPLOYEE RETIREMENT SYSTEMS; AND FOR OTHER
14 PURPOSES.
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Subtitle

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18 TO AMEND THE LAW CONCERNING PUBLIC
19 EMPLOYEE RETIREMENT PLANS; TO SPECIFY THE
20 REPORTING REQUIREMENTS OF ALL TAXPAYER-
21 FUNDED RETIREMENT SYSTEMS; AND TO SPECIFY
22 THE REPORTING REQUIREMENTS OF ALL PUBLIC
23 EMPLOYEE RETIREMENT SYSTEMS.
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26 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:
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28 *SECTION 1. Arkansas Code § 24-1-102 is amended to read as follows:*

29 *(a) Annually, each Arkansas state-supported retirement system and all*
30 *public employee retirement systems of any political subdivision of the state*
31 *shall make a valuation of each system's assets and incomes for the system.*

32 *(b)(1) Actuarial assumptions and methods which are used for the annual*
33 *valuation of each Arkansas state-supported retirement system and all public*
34 *employee retirement systems of any political subdivision of the state shall*
35 *be:*

36 *(A) ~~set~~ Set by each system's board based upon the*



1 *recommendations made by the board's actuary; and*

2 *~~(B) and agreed~~ Agreed upon by the actuary employed by the*
3 *Joint Committee on Public Retirement and Social Security Programs or other*
4 *actuary employed by the General Assembly to review public retirement system*
5 *legislation.*

6 *(2) An actuarial assumption includes any assumption based on the*
7 *anticipated, projected, or assumed rate of return on investments.*

8 *(c)(1) In addition to the valuation of the system's unfunded accrued*
9 *liability using the actuarial methods agreed upon under subsection (b) of*
10 *this section, each Arkansas state-supported retirement system and all public*
11 *employee retirement systems of any political subdivision of the state shall*
12 *also publish the value of the system based on a calculation of unfunded*
13 *accrued liability using the expected future rate of return on the investments*
14 *of the system at four percent (4%).*

15 *(2) The valuation required under subsection (b) and subdivision*
16 *(c)(1) of this section shall be published in the same valuation report on the*
17 *same page or following page of the system's annual valuation report.*

18 *~~(e)(d)~~ If the board's actuary and the actuary employed by the General*
19 *Assembly do not agree as to the actuarial assumptions and methods used to*
20 *calculate the system's valuation, then a third actuary shall be selected*
21 *mutually between the actuaries, and the third actuary shall determine the*
22 *actuarial assumptions and methods to be used.*

23 *~~(d)(e)~~ The actuarial assumptions and methods shall include the*
24 *actuarial funding method, the method of valuing assets, and similar actuarial*
25 *matters involved in the actuarial valuation.*

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28 /s/House
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