1	State of Arkansas	As Engrossed: \$3/16/21	
2	93rd General Assembly	A Bill	
3	Regular Session, 2021		SENATE BILL 234
4			
5	By: Senators Rapert, Irvin, B. Johnson		
6	By: Representatives S. Smith, Beck, Bentley, M. Berry, Deffenbaugh, McClure, Rye, C. Cooper,		
7	Crawford, Watson, Wing		
8			
9	For An Act To Be Entitled		
10	AN ACT TO AMEND THE LAW CONCERNING RETIREMENT		
11	ELIGIBILITY, NONCONTRIBUTORY MEMBERS, MEMBER		
12	CONTRIBUTIONS, AND THE BENEFIT MULTIPLIER UNDER THE		
13	STATE POLICE RETIREMENT SYSTEM; AND FOR OTHER		
14	PURPOSES.		
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17		Subtitle	
18		END THE LAW CONCERNING RETIREMEN	T
19		BILITY, NONCONTRIBUTORY MEMBERS,	
20	MEMBER CONTRIBUTIONS, AND THE BENEFIT		
21	MULTI	PLIER UNDER THE STATE POLICE	
22	RETIR	EMENT SYSTEM.	
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24			
25	BE IT ENACTED BY THE G	ENERAL ASSEMBLY OF THE STATE OF A	ARKANSAS:
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27		nsas Code § 24-6-213(a)(1)(A), co	
28	•	ent benefits under Tier I of the	State Police
29	•	amended to read as follows:	6 m
30	-	application filed with the Board	
31		t System by a member or by the Di	
32	Department Division of Arkansas State Police on behalf of a member, a member		
33		f the Department <u>Division</u> of Arka	
34 25		or more years of actual service,	
35	-	y incapacitated for duty in the e	
36	department <u>division</u> by	reason of a personal injury or o	disease may be retired

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by the Board of Trustees of the State Police Retirement System, but only
after a medical examination of the member.

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- SECTION 2. Arkansas Code § 24-6-213(a)(2), concerning eligibility for disability retirement benefits under Tier I of the State Police Retirement System, is amended to read as follows:
- (2) The <u>five (5)</u> <u>ten (10)</u> years of service requirement contained in this subsection shall not apply to a member whom the Board of Trustees of the State Police Retirement System finds to be in receipt of workers' compensation for his or her disability arising solely and exclusively out of and in the course of his or her employment with the department division.

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- SECTION 3. Arkansas Code § 24-6-226(a), concerning eligibility for benefits and voluntary retirement for Tier I noncontributory members of the State Police Retirement System, is amended to read as follows:
 - (a)(1) Any member who has acquired five (5) ten (10) years but less than thirty (30) twenty-five (25) years of actual service and has attained age sixty-five (65) years of age may retire upon written application filed with the Board of Trustees of the State Police Retirement System.
 - (2) Any member who has acquired five (5) ten (10) or more years of actual service and has attained age fifty-two (52) years of age may retire upon written application filed with the State Police Retirement System.
- 23 (3) Any member who acquired thirty (30) twenty-five (25) or more 24 years of actual service may retire at any age upon written application filed 25 with the board.
 - (4) For those members with less than thirty (30) twenty-five (25) actual years of service, the age sixty-five (65) years of age requirement shall be reduced by one (1) month for every two (2) months of public safety credit, but in no event to an age younger than fifty-two (52).

- SECTION 4. Arkansas Code § 24-6-227(a)(1), concerning benefits for Tier I noncontributory members of the State Police Retirement System, is amended to read as follows:
- 34 (a)(1) Upon retirement as provided in this subchapter, a member shall 35 receive a straight life pension equal to one and fifty five hundredths 36 percent (1.55%) one and eighty-six-hundredths percent (1.86%) of his or her

final average compensation multiplied by the number of years and any fraction of a year of his or her credited service.

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- SECTION 5. Arkansas Code § 24-6-227(b), concerning benefits for Tier I noncontributory members of the State Police Retirement System, is amended to read as follows:
- 7 (b) In the event a member with five (5) ten (10) years or more of
 8 actual service in the State Police Retirement System ceases to be employed as
 9 a state police officer prior to reaching the required age for voluntary
 10 retirement and does not withdraw his or her accumulated employee
 11 contributions to the system, the member shall be entitled to receive a
 12 pension upon reaching what his or her voluntary retirement age would have

14 termination of employment.

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SECTION 6. Arkansas Code Title 24, Chapter 6, Subchapter 2, is amended to add an additional section to read as follows:

been if he or she had continued state police employment from time of

- 18 <u>24-6-228. Contributions Tier I noncontributory members.</u>
- 19 <u>(a) Beginning on July 1, 2022, a noncontributory member of the State</u> 20 Police Retirement System shall become a contributory member of the system.
- 21 <u>(b) A noncontributory member of the system who becomes a contributory</u>
 22 <u>member of the system on July 1, 2022, shall make contributions to the system</u>
 23 as follows:
- 24 (1) Beginning on July 1, 2022, one percent (1%) of the member's salary;
- 26 (2) Beginning on July 1, 2023, two percent (2%) of the member's salary; and
- 28 (3) Beginning on July 1, 2024, and continuing every following 29 year, three percent (3%) of the member's salary.
- 30 (c)(1) Beginning July 1, 2022, the officers responsible for making up 31 the payroll shall cause to be deducted the contribution required from a
- 32 member under this section from the salary the member receives each payroll
- 33 period, from the date the member initially becomes a member of the system to
- 34 <u>the date his or her membership terminates.</u>
- 35 (2) All deducted contributions shall be paid into the State 36 Police Retirement Fund and shall be credited to each member's individual

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- 1 account in the member's deposit account.
- 2 (3) The contributions required under this section shall be made
- 3 <u>regardless of a change to the minimum salary provided by law for a member.</u>
- 4 (4) Each member shall be deemed to consent and agree to the
- 5 deductions made and required under this section.
- 6 (5) Payment of the salary of a member less deductions for
- 7 contributions required under this section shall be a full and complete
- 8 discharge and acquittance of all claims and demands for services rendered to
- $\underline{\text{5}}$ the Division of Arkansas State Police by the member, except as to benefits
- 10 provided by this subchapter.
- 11 (d) All funds received as contributions made by members of the system
- 12 <u>shall be held in trust for the exclusive benefit of the individual members</u>
- 13 and shall not be used for any other purpose.
- 14 (e) This section does not apply to a member who was a contributory
- 15 member of the system before July 1, 2022, and subject to contributions
- 16 <u>described in § 24-6-208</u>.

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- SECTION 7. Arkansas Code § 24-6-404(a), concerning eligibility for
- 19 benefits and voluntary retirement under the Tier Two Benefit Plan for the
- 20 State Police Retirement System, is amended to read as follows:
- 21 (a)(1) Any member who has acquired five (5) ten (10) years but less
- 22 than thirty (30) twenty-five (25) years of credited service and has attained
- 23 age sixty-five (65) may retire upon his or her written application filed with
- 24 the Board of Trustees of the State Police Retirement System.
- 25 (2) Any member who has acquired thirty (30) twenty-five (25) or
- 26 more years of credited service may retire at any age upon his or her written
- 27 application filed with the board.
- 28 (3) For those members with less than thirty (30) twenty-five
- 29 (25) credited years of service, the age sixty-five requirement shall be
- 30 reduced by seventy-five hundredths seventy-five-hundredths (0.75) of a month
- 31 for each credited month of service, but in no event to an age younger than
- 32 fifty-five (55) years of age.

- 34 SECTION 8. Arkansas Code § 24-6-405(a)(1)(A), concerning eligibility
- 35 for disability retirement benefits under the Tier Two Benefit Plan for the
- 36 State Police Retirement System, is amended to read as follows:

(a)(1)(A) Upon application filed with the Board of Trustees of the State Police Retirement System by a member or by the Director of the Division of Arkansas State Police on behalf of a member, a member who is in the employ of the Division of Arkansas State Police, who has five (5) ten (10) or more years of actual service, and who becomes totally and permanently incapacitated for duty in the employ of the division by reason of personal injury or disease may be retired by the Board of Trustees of the State Police Retirement System, but only after a medical examination of the member.

SECTION 9. Arkansas Code § 24-6-406(a)(1), concerning benefits under the Tier Two Benefit Plan for the State Police Retirement System, is amended to read as follows:

(a)(1) Upon retirement as provided in this subchapter, a member shall receive a straight life pension equal to two and four hundred seventy-five thousandths percent (2.475%) two and ninety-seven-hundredths percent (2.97%) of the member's final average compensation multiplied by the number of years and any fraction of a year of his or her service.

- SECTION 10. Arkansas Code § 24-6-406(b), concerning benefits under the Tier Two Benefit Plan for the State Police Retirement System, is amended to read as follows:
- (b) In the event a member with five (5) ten (10) years or more of actual service in the State Police Retirement System ceases to be employed as a state police officer prior to reaching fifty-five (55) years of age and does not withdraw his or her accumulated employee contributions to the system, the member shall be entitled to receive a pension upon reaching what the member's voluntary retirement age would have been if he or she had continued state police employment from the time of termination of employment.

- SECTION 11. Arkansas Code § 24-6-410(a)(2), concerning early retirement benefits under the Tier Two Benefit Plan for the State Police Retirement System, is amended to read as follows:
- (2) The member or former member eligible for a vested termination annuity must have at least $\frac{\text{five (5)}}{\text{ten (10)}}$ years of actual service and be within ten (10) years of voluntary retirement age.

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1 SECTION 12. Arkansas Code § 24-6-411(a), concerning death benefits 2 under the Tier Two Benefit Plan for the State Police Retirement System, is amended to read as follows: 3 4 (a) If an active member with five (5) ten (10) or more years of actual 5 service, including service for the year immediately preceding his or her 6 death, dies in employer service before retirement, the applicable benefit 7 provided in this section shall be paid upon written application to the Board 8 of Trustees of the State Police Retirement System. 9 10 SECTION 13. Arkansas Code § 24-6-411(b)(2)(A), concerning death 11 benefits under the Tier Two Benefit Plan for the State Police Retirement 12 System, is amended to read as follows: 13 (2)(A) If an active member with five (5) ten (10) or more years 14 of actual service does not have credited service for the year immediately 15 preceding death due to illness which eventually leads to his or her death or 16 due to his or her employer's removing the member from the payroll because of 17 temporary economic conditions of the employer or weather conditions, the 18 active member shall be considered, only for eligibility purposes of the this 19 section, to have credited service for the year preceding death. 20 21 SECTION 14. Arkansas Code Title 24, Chapter 6, Subchapter 4, is 22 amended to add an additional section to read as follows: 23 24-6-416. Contributions - Tier II noncontributory members. (a) Beginning on July 1, 2022, a noncontributory member of the Tier 24 25 Two Benefit Plan for the State Police Retirement System shall become a contributory member of the State Police Retirement System. 26 27 (b) A noncontributory member who becomes a contributory member of the system on July 1, 2022, shall make contributions to the system as follows: 28 29 (1) Beginning on July 1, 2022, one percent (1%) of the member's 30 salary; 31 (2) Beginning on July 1, 2023, two percent (2%) of the member's 32 salary; and 33 (3) Beginning on July 1, 2024, and continuing every following

to be deducted the contribution required from a member under this section

(c)(1) The officers responsible for making up the payroll shall cause

year, three percent (3%) of the member's salary.

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1	from the salary the member receives each payroll period, from the date the		
2	member initially becomes a member of the system to the date his or her		
3	membership terminates.		
4	(2) All deducted contributions shall be paid into the State		
5	Police Retirement Fund and shall be credited to each member's individual		
6	account in the member's deposit account.		
7	(3) The contributions required under this section shall be made		
8	regardless of a change to the minimum salary provided by law for a member.		
9	(4) Each member shall be deemed to consent and agree to the		
10	deductions made and required under this section.		
11	(5) Payment of the salary of a member less deductions for		
12	contributions required under this section shall be a full and complete		
13	discharge and acquittance of all claims and demands for services rendered to		
14	the Division of Arkansas State Police by the member, except as to benefits		
15	provided by this subchapter.		
16	(d) All funds received as contributions made by members of the system		
17	shall be held in trust for the exclusive benefit of the individual members		
18	and shall not be used for any other purpose.		
19	(e) This section does not apply to a member who was a contributory		
20	member of the system before July 1, 2022.		
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22	/s/Rapert		
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