

State of Arkansas
93rd General Assembly
Regular Session, 2021

As Engrossed: H2/25/21

A Bill

HOUSE BILL 1348

By: Representative Warren

For An Act To Be Entitled

*AN ACT CONCERNING MEMBER CONTRIBUTIONS UNDER THE
ARKANSAS PUBLIC EMPLOYEES' RETIREMENT SYSTEM; AND FOR
OTHER PURPOSES.*

Subtitle

*CONCERNING MEMBER CONTRIBUTIONS UNDER THE
ARKANSAS PUBLIC EMPLOYEES' RETIREMENT
SYSTEM.*

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

SECTION 1. Arkansas Code § 24-4-401(b)(1), concerning member contributions under the Arkansas Public Employees' Retirement System, is amended to read as follows:

(b)(1)(A) Until July 1, 2005, the contributions of a contributory member shall be six percent (6%) of the member's annual compensation.

(B)(i) Beginning July 1, 2005, the contribution rate shall be five percent (5%) of the member's annual compensation for a contributory member.

(ii) A person first hired on or after July 1, 2005, is subject to the provisions of § 24-4-1101 et seq.

(C) The member's deposit account shall be credited interest at a rate of four percent (4%) per annum beginning July 1, 2005.

(D)(i) Beginning July 1, 2022, and continuing each following fiscal year, the contribution rate shall be increased in increments of twenty-five hundredths of one percent (0.25%) per fiscal year.

(ii) An increase to the contribution rate under



subdivision (b)(1)(D)(i) of this section shall not result in a contribution rate greater than seven percent (7%).

SECTION 2. Arkansas Code § 24-4-1102(a), concerning member contributions under the Arkansas Public Employees' Retirement System, is amended to add an additional subdivision to read as follows:

(4)(A) Beginning July 1, 2022, and continuing each following fiscal year, the contribution rate shall be increased in increments of twenty-five hundredths of one percent (0.25%) per fiscal year.

(B) An increase to the contribution rate under subdivision (a)(3)(A) of this section shall not result in a contribution rate greater than seven percent (7%).

/s/Warren

APPROVED: 3/15/21