

SENATE AMENDMENT 1 TO sb707.

deleting line 8 on page 2 and substituting therefor the following:

"funds for members of the system."

and

by deleting "state." from line 9 on page 2

and

by deleting "or" from line 26 on page 2 and substituting "of"

and

by deleting Section 9 in its entirety and substituting therefor the following:

"SECTION 9. The Arkansas Teacher Retirement System, in administering the program created by this act, and in investing funds contributed pursuant to this act, shall use that standard of care described in the Prudent Investor Rule presently codified as Arkansas Code § 24-3-411. Any person having an interest in any account and who is damaged by reason of the provable failure of the Arkansas Teacher Retirement System to comply with the Prudent Investor Rule may file a claim with the Arkansas Claims Commission as provided by law.

SECTION 10. As compensation for services performed by the Arkansas Teacher Retirement System in carrying out its duties under this act, said system shall be entitled to collect an annual fee equal to one percent (1%) of the principal portion of each account being administered (prorated, if need be, by reason of administering a particular account for only a portion of a year). Said fee may be taken from each such account by the system and transferred to its general funds or to such other of the system s own accounts as the system may elect and shall be reported on the annual accounting for each account required by Section 4. Similarly, the system may reimburse itself for any out of pocket expenses incurred by it in the administration of any individual account, such expense reimbursement to be taken directly from the appropriate account and accounted for as in the case of the fee mentioned in the preceding sentence."

and

by appropriately renumbering the subsequent sections of the bill