

Stricken language would be deleted from and underlined language would be added to present law.

State of Arkansas
90th General Assembly
Regular Session, 2015

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

HOUSE BILL 1215

By: Representative *House*

For An Act To Be Entitled

AN ACT TO AMEND THE LAW CONCERNING PUBLIC EMPLOYEE RETIREMENT PLANS; TO SPECIFY THE REPORTING REQUIREMENTS OF ALL TAXPAYER-FUNDED RETIREMENT SYSTEMS; TO SPECIFY THE REPORTING REQUIREMENTS OF ALL PUBLIC EMPLOYEE RETIREMENT SYSTEMS; AND FOR OTHER PURPOSES.

Subtitle

TO AMEND THE LAW CONCERNING PUBLIC EMPLOYEE RETIREMENT PLANS; TO SPECIFY THE REPORTING REQUIREMENTS OF ALL TAXPAYER-FUNDED RETIREMENT SYSTEMS; AND TO SPECIFY THE REPORTING REQUIREMENTS OF ALL PUBLIC EMPLOYEE RETIREMENT SYSTEMS.

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

SECTION 1. Arkansas Code § 24-1-102 is amended to read as follows:

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

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

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



recommendations made by the board's actuary; and

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

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

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

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

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

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

/s/House