

AR PUBLIC EMPLOYEE RETIREMENT SYSTEM

Enabling Laws

Act 25 of 2012 - Appropriation Act for FY 2013

Public Employees Retirement System:

A.C.A. §24-1-101 through §24-2-704; §24-4-101 through §24-4-1109; §24-7-501; §24-7-1001 through §24-7-1101; §24-8-901 through §24-8-904; §24-12-126

State Police Retirement System:

A.C.A. §24-2-101 through §24-2-704; §24-2-401 through §24-2-704; §24-6-101 through §24-6-508

Judicial Retirement System:

A.C.A. §24-2-401 through §24-2-704; §24-8-201 through §24-8-228; §24-8-701 through §24-8-717

District Judges Retirement System:

A.C.A. §24-8-801 through §24-8-824 (Abolished and transferred to Public Employees Retirement System by Act 177 of 2007).

History and Organization

ARKANSAS PUBLIC EMPLOYEES RETIREMENT SYSTEM:

General - The Arkansas Public Employees Retirement System (APERS) administers a statewide public employee retirement program for certain state (including members of the General Assembly and State Constitutional Officers), municipal, school district employees (cafeteria workers, bus drivers, and janitors enrolled before July 1, 1989) and all county employees (including county constitutional officers). A nine member Board of Trustees appointed by the Governor controls APERS.

The Executive Director also serves as State Social Security Administrator and is responsible for coverage-related issues for state and local government employers.

Mission Statement - The mission of the Agency is to play an integral role in the future financial security of the APERS, Arkansas State Police Retirement System (ASPRS), and Arkansas Judicial Retirement System (AJRS) members by promptly and courteously delivering quality benefits and information which members value and trust through professional plan administration and prudent management of System assets.

Retirement Programs - Retirement Programs provide coverage and benefits under both "contributory" and "non-contributory" provisions.

Act 177 of 1956, as amended, established APERS as a contributory plan.

Act 793 of 1977, as amended, established the "non-contributory" provisions for APERS. Additionally, this Act provided for a "list of permissible investments" for the System. The investment provision was later amended by Act 412 of 1985, which replaced the "permissible list" with the Prudent Investor Rule.

Act 653 of 1989 places all newly hired after July 1, 1989, school district employees in the AR Teacher Retirement System.

Act 339 of 2003 allowed the Board of Trustees to consider implementation of a new contributory plan for covered employees hired after July 1, 2005.

Act 2084 of 2005 established a new contributory plan for all members first hired on or after July 1, 2005, or returning members with a break in service of over six months. Members are required to contribute 5% of pretax earnings.

Act 558 of 2011 requires participating employers to pay matching on retired members who have returned to work under §24-4-520, as well as members who have entered the Deferred Retirement Option Plan (DROP) under §24-4-802(d). The rate(s) of percentage are set by the board as provided for by §24-2-701.

ARKANSAS STATE POLICE RETIREMENT SYSTEM:

Act 311 of 1951, as amended, established the "contributory" provisions of the Arkansas State Police Retirement System and provides for the retirement of uniformed troopers of the Arkansas State Police. A seven member Board of Trustees consists of an active vested member enrolled in the Tier 1 benefit program, the Chief Fiscal Officer of the State, one state police commissioner and three citizens at large who shall be appointed by the governor.

Act 647 of 1969 transferred the administration of the Arkansas State Police Retirement System (ASPRS) on July 1, 1969, to the Executive Director and staff of APERS.

Act 793 of 1977, as amended, established the "non-contributory" provisions for the State Police Retirement System. Additionally, this Act provided for a "list of permissible investments" for the System. The investment provision was later amended by Act 412 of 1985, which replaced the "permissible list" with the Prudent Investor Rule.

Act 1071 of 1997 established a Tier II Plan for State Police Retirement.

ARKANSAS JUDICIAL RETIREMENT SYSTEM:

Act 365 of 1953 created the Arkansas Judicial Retirement System, which provides for the retirement of all Chancery, Circuit, Court of Appeals Judges and Supreme Court Justices. A five member Board of Trustees appointed by the Arkansas Judicial Council controls AJRS.

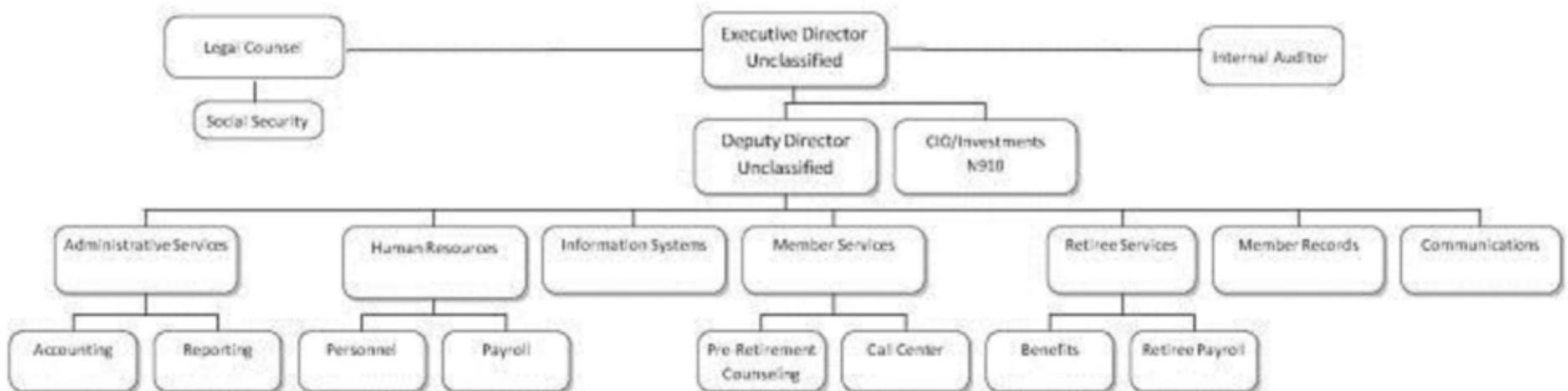
Act 922 of 1983 transferred the administration of the Arkansas Judicial Retirement System (AJRS) on July 1, 1983, to the Executive Director and staff of APERS.

Act 399 of 1999 established a Tier II Plan for Judicial Retirement.

ARKANSAS DISTRICT JUDGES RETIREMENT SYSTEM:

Act 1374 of 2003 created the Arkansas District Judge Retirement System, which provides for the retirement of all district judges. The same act closed the Municipal Judges and Clerks Retirement System. A five member Board of Trustees controls ADJRS. The trustees are appointed as follows: Two members are appointed by the Arkansas District Judges Council; Three members are appointed by the Governor, one of whom must not have previous service in the judicial system.

Act 177 of 2007 abolished the Arkansas District Judge Retirement System and transferred all powers, duties and plan liabilities to the Arkansas Public Employees Retirement System via a type 3 transfer as prescribed in A.C.A. §25-2-106.



Agency Commentary

APERS Budget Requests (2014 - 2015 Biennium)

C01 Request - APERS Cash Fund-Retiree Benefits (C22/CI 510:00:23)

APERS requests an increase of \$15,000,000 in FY14 and \$25,000,000 in FY15 to accommodate payment of retiree benefits via direct deposit.

C01 Request - Capital Outlay (2QR/CI 512:00:11)

APERS requests \$20,000 in FY14 to replace the 1999 Dodge Caravan used daily to deliver and pick up documents, reports and correspondence to the State Capitol complex. We intend to replace the van with a smaller, more fuel-efficient vehicle.

C08 Request - Technology Request (2QR/CI 506:00:10) **Replacement of Pension Administration System**

The Past and Present

In 1993, APERS undertook a project to develop a new pension administration system. By 1997, we went live with the Membership Administration and Retirement Support System (MARSS). MARSS is a mainframe application, hosted by the Department of Information Systems (DIS).

As our retirement system becomes more complex, there are many IT limitations that are becoming more apparent. As we continue to see legislative changes to our plan with every session, reflecting these changes in MARSS becomes more of a challenge every two years. MARSS is unable to complete complex calculations; many of our more difficult benefit calculations still have to be performed by hand, or using spreadsheet software to assist staff in calculations.

We must also consider system constraints. Our workflow solution (ImagePlus) is nearing the end of its support life with IBM. DIS has provided day-to-day support. While this has worked for many years, the lack of depth in personnel at DIS to support this function is often cause for concern, especially to Legislative Auditors examining our system.

The Future

In order to put in place a new system, we anticipate a six year project with an estimated total cost in excess of \$14 million. This will be an extensive project, and touch essentially every business process at APERS. To that end, we released an RFQ in 2012 to retain a consultant that works exclusively in the public pension arena, to guide us through this process. We believe the use of their services will help us avoid many of the pitfalls that plague other large implementations. The consultant will assist us with a Feasibility Study, RFP creation for new pension administration system (PAS), Business Process Reengineering (BPR), Oversight Project Management (OPM), and Independent Validation and Verification (I, V & V). We have selected a vendor and will be signing a contract and sending it for legislative review in August.

We expect to improve automation of many more processes. We will also replace our current workflow solution with a new Enterprise Content Manager (ECM) that will allow us to store and route documents going to and from members and employers. We intend to add a new piece called Customer Relationship Management (CRM) software that will allow us to log each contact we have with a member, either by phone or email, and make it part of that member's file, giving us a complete history of contact with that member or employer. We expect this new application will allow us to more easily make information available online, so members can see their contributions, service history, and salary history. We also expect to lower our total cost of ownership by moving away from the mainframe fee-per-transaction billing structure.

The amount requested for the 2014 -2015 biennium is \$10,000,000 (\$5,000,000 in each fiscal year). This project will impact virtually all of our business processes. It is imperative that we have adequate appropriation available to insure success.

AJRS Budget Requests (2014 - 2015 Biennium)

C01 Request - AJRS Refunds/Reimbursements Paid Via Warrant (2QT/CI 511:00:14)

AJRS requests an increase of \$1,000,000 in each fiscal year of the biennium to accommodate payment of retiree benefits via state warrant.

Audit Findings

DIVISION OF LEGISLATIVE AUDIT
AUDIT OF :
ARKANSAS PUBLIC EMPLOYEES RETIREMENT SYSTEM
FOR THE YEAR ENDED JUNE 30, 2011

Findings

Recommendations

None

None

State Contracts Over \$25,000 Awarded To Minority Owned Businesses Fiscal Year 2012

None

Employment Summary

	Male	Female	Total	%
White Employees	18	20	38	54 %
Black Employees	4	24	28	39 %
Other Racial Minorities	1	4	5	7 %
Total Minorities			33	46 %
Total Employees			71	100 %

Cash Fund Balance Description as of June 30, 2012

Fund Account	Balance	Type	Location
1310100	\$10,200	Checking/Direct Deposit Account (Trust fund revenue)	Bank of America - Little Rock, AR

Statutory/Other Restrictions on use:

Payment of monthly annuities to retirees via direct deposit.

Statutory Provisions for Fees, Fines, Penalties:

None

Revenue Receipts Cycle:

None

Fund Balance Utilization:

Issue manual checks to retirees whose direct deposit fails.

Fund Account	Balance	Type	Location
1310200	\$23	Checking/Direct Deposit Account (Trust fund revenue)	Bank of America - Little Rock, AR

Statutory/Other Restrictions on use:

Payment of monthly annuities to retirees via direct deposit.

Statutory Provisions for Fees, Fines, Penalties:

None

Revenue Receipts Cycle:

None

Fund Balance Utilization:

Issue manual checks to retirees whose direct deposit fails.

Fund Account	Balance	Type	Location
1310300	\$3,805	Checking/Direct Deposit Account (Trust fund revenue)	Bank of America - Little Rock, AR

Statutory/Other Restrictions on use:

Payment of monthly annuities to retirees via direct deposit.

Statutory Provisions for Fees, Fines, Penalties:

None

Revenue Receipts Cycle:

None

Fund Balance Utilization:

Issue manual checks to retirees whose direct deposit fails.

Publications

A.C.A. 25-1-204

Name	Statutory Authorization	Required for		# of Copies	Reason(s) for Continued Publication and Distribution
		Governor	General Assembly		
Annual Financial Report-AJRS	N	N	N	100	Ordinary prudence requires that financial disclosure be made to participating employers and state officials.
Annual Financial Report-APERS	N	N	N	75	Ordinary prudence requires that financial disclosure be made to participating employers and state officials.
Annual Financial Report-ASPRS	N	N	N	100	Ordinary prudence requires that financial disclosure be made to participating employers and state officials.
APERSpective Newsletter-Active/Retired Members	N	N	N	75,000	Published and mailed quarterly to all active/retired members.
APERSpective Newsletter-Employers	N	N	N	1,000	Published and mailed quarterly to all participating employers.
Employer Guide-APERS	N	N	N	1,000	Published when significant legislative changes to retirement statutes and/or procedures occur.
Member Handbook-AJRS	N	N	N	125	Published when significant legislative changes to retirement statutes occur.
Member Handbook-APERS	N	N	N	10,000	Published when significant legislative changes to retirement statutes occur.
Member Handbook-ASPRS	N	N	N	500	Published when significant legislative changes to retirement statutes occur.

Department Appropriation Summary

Historical Data

Agency Request and Executive Recommendation

Appropriation	2011-2012		2012-2013		2012-2013		2013-2014						2014-2015					
	Actual	Pos	Budget	Pos	Authorized	Pos	Base Level	Pos	Agency	Pos	Executive	Pos	Base Level	Pos	Agency	Pos	Executive	Pos
2QR Public Employee Retirement-Operations	69,012,842	78	127,092,684	82	127,041,282	82	127,137,267	82	132,157,267	82	132,157,267	82	127,141,796	82	132,141,796	82	132,141,796	82
2QS St Police Retirement-Operations	16,864,415	0	30,343,560	0	30,343,560	0	30,343,560	0	30,343,560	0	30,343,560	0	30,343,560	0	30,343,560	0	30,343,560	0
2QT Judicial Retirement-Operations	3,536,110	0	9,163,389	0	9,163,389	0	9,163,389	0	10,163,389	0	10,163,389	0	9,163,389	0	10,163,389	0	10,163,389	0
C22 Public Employee Retirement-Cash	307,497,424	0	425,000,000	0	425,000,000	0	425,000,000	0	440,000,000	0	440,000,000	0	425,000,000	0	450,000,000	0	450,000,000	0
C23 St Police Retirement-Cash	15,835,022	0	30,000,000	0	30,000,000	0	30,000,000	0	30,000,000	0	30,000,000	0	30,000,000	0	30,000,000	0	30,000,000	0
C24 Judicial Retirement-Cash	8,954,254	0	20,000,000	0	20,000,000	0	20,000,000	0	20,000,000	0	20,000,000	0	20,000,000	0	20,000,000	0	20,000,000	0
Total	421,700,067	78	641,599,633	82	641,548,231	82	641,644,216	82	662,664,216	82	662,664,216	82	641,648,745	82	672,648,745	82	672,648,745	82

Funding Sources		%		%		%		%		%		%		%		%
Trust Fund 4000050	421,700,067	100.0	641,599,633	100.0			641,644,216	100.0	662,664,216	100.0	662,664,216	100.0	641,648,745	100.0	672,648,745	100.0
Total Funds	421,700,067	100.0	641,599,633	100.0			641,644,216	100.0	662,664,216	100.0	662,664,216	100.0	641,648,745	100.0	672,648,745	100.0
Excess Appropriation/(Funding)	0		0				0		0		0		0		0	
Grand Total	421,700,067		641,599,633				641,644,216		662,664,216		662,664,216		641,648,745		672,648,745	

Agency Position Usage Report

FY2010 - 2011						FY2011 - 2012						FY2012 - 2013					
Authorized in Act	Budgeted			Unbudgeted	% of Authorized Unused	Authorized in Act	Budgeted			Unbudgeted	% of Authorized Unused	Authorized in Act	Budgeted			Unbudgeted	% of Authorized Unused
	Filled	Unfilled	Total	Total			Filled	Unfilled	Total	Total			Filled	Unfilled	Total	Total	
76	74	2	76	0	2.63 %	80	70	10	80	0	12.50 %	82	70	12	82	0	14.63 %

Analysis of Budget Request

Appropriation: 2QR - Public Employee Retirement-Operations

Funding Sources: TSR-APERS Fund

The Administration Program of the Arkansas Public Employees Retirement System (APERS) administers the Public Employees Retirement System, the State Police Retirement System, the Judicial Retirement System, and the District Judges Retirement System. Each retirement system has a separate Board of Trustees. The Public Employees Retirement System and the State Police Retirement System have both contributory and non-contributory provisions. The Judicial Retirement System is a contributory system.

The main goal of this Program is to provide members and retirees with the highest level of benefits, customer service and accurate, timely information.

Base Level Regular Salaries and Personal Services Matching includes Career Service payments for eligible employees. Personal Services Matching also includes a \$20 increase in the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$410 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases. The Base Level salary of unclassified positions reflects the FY13 line item maximum.

In addition to Base Level of \$127,137,267 in FY14 and \$127,141,796 in FY15, the Agency Change Level requests of \$5,020,000 in FY14 and \$5,000,000 in FY15 reflects the following:

- Professional Fees of \$5,000,000 each year to provide additional authority to contract for professional services as needed to develop and implement a new pension administration system.
- Capital Outlay of \$20,000 in FY14 to replace a 1999 van with a smaller fuel-efficient vehicle. The vehicle will be used to deliver and pickup documents at the State Capitol complex.
- Reclassification of one (1) position: Retirement Counselor to an Accountant II.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 2QR - Public Employee Retirement-Operations

Funding Sources: TSR-APERS Fund

Historical Data

Agency Request and Executive Recommendation

Commitment Item		2011-2012	2012-2013	2012-2013	2013-2014			2014-2015		
		Actual	Budget	Authorized	Base Level	Agency	Executive	Base Level	Agency	Executive
Regular Salaries	5010000	3,265,544	3,608,406	3,608,406	3,627,453	3,627,453	3,627,453	3,630,953	3,630,953	3,630,953
#Positions		78	82							
Extra Help	5010001	7,961	75,000	75,000	75,000	75,000	75,000	75,000	75,000	75,000
#Extra Help		2	6							
Personal Services Matching	5010003	1,047,117	1,175,660	1,124,258	1,201,196	1,201,196	1,201,196	1,202,225	1,202,225	1,202,225
Operating Expenses	5020002	1,426,568	1,607,473	1,607,473	1,607,473	1,607,473	1,607,473	1,607,473	1,607,473	1,607,473
Conference & Travel Expenses	5050009	21,142	42,500	42,500	42,500	42,500	42,500	42,500	42,500	42,500
Professional Fees	5060010	1,088,950	5,583,645	5,583,645	5,583,645	10,583,645	10,583,645	5,583,645	10,583,645	10,583,645
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Benefits-Non Employee	5100023	22,857,737	40,000,000	40,000,000	40,000,000	40,000,000	40,000,000	40,000,000	40,000,000	40,000,000
Refunds/Reimbursements	5110014	39,297,823	75,000,000	75,000,000	75,000,000	75,000,000	75,000,000	75,000,000	75,000,000	75,000,000
Capital Outlay	5120011	0	0	0	0	20,000	20,000	0	0	0
Total		69,012,842	127,092,684	127,041,282	127,137,267	132,157,267	132,157,267	127,141,796	132,141,796	132,141,796
Funding Sources										
Trust Fund	4000050	69,012,842	127,092,684		127,137,267	132,157,267	132,157,267	127,141,796	132,141,796	132,141,796
Total Funding		69,012,842	127,092,684		127,137,267	132,157,267	132,157,267	127,141,796	132,141,796	132,141,796
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		69,012,842	127,092,684		127,137,267	132,157,267	132,157,267	127,141,796	132,141,796	132,141,796

FY13 Budget amount in Personal Services Matching exceeds the authorized amount due to matching rate adjustments during the 2011-2013 Biennium.

Change Level by Appropriation

Appropriation: 2QR - Public Employee Retirement-Operations
Funding Sources: TSR-APERS Fund

Agency Request

Change Level		2013-2014	Pos	Cumulative	% of BL	2014-2015	Pos	Cumulative	% of BL
BL	Base Level	127,137,267	82	127,137,267	100.0	127,141,796	82	127,141,796	100.0
C01	Existing Program	20,000	0	127,157,267	100.0	0	0	127,141,796	100.0
C08	Technology	5,000,000	0	132,157,267	103.9	5,000,000	0	132,141,796	103.9
C10	Reclass	0	0	132,157,267	103.9	0	0	132,141,796	103.9

Executive Recommendation

Change Level		2013-2014	Pos	Cumulative	% of BL	2014-2015	Pos	Cumulative	% of BL
BL	Base Level	127,137,267	82	127,137,267	100.0	127,141,796	82	127,141,796	100.0
C01	Existing Program	20,000	0	127,157,267	100.0	0	0	127,141,796	100.0
C08	Technology	5,000,000	0	132,157,267	103.9	5,000,000	0	132,141,796	103.9
C10	Reclass	0	0	132,157,267	103.9	0	0	132,141,796	103.9

Justification

C01	Capital Outlay Request: APERS requests \$20,000 in FY14 to replace the 1999 Dodge Caravan used daily to deliver and pick up documents, reports and correspondence to the State Capitol complex. We intend to replace the van with a smaller, more fuel-efficient vehicle.
C08	Technology Request: APERS requests \$5,000,000 in Professional Fees for each fiscal year of the biennium to pursue development of a new pension administration system. This request is contingent with the agency's IT plan.
C10	Reclass Request: APERS requests reclassification of one position from a Retirement Counselor A078C to an Accountant II C082C. The new classification matches the new assigned duties. Both positions are grade C117, so there is no monetary component to this request.

Analysis of Budget Request

Appropriation: 2QS - St Police Retirement-Operations

Funding Sources: TMR - State Police Retirement Fund

The Arkansas Public Employees Retirement System (APERS) administers the Arkansas State Police Retirement System (ASPRS) under the authority of A.C.A. §24-6-204. The administration, management, and control of the System are the responsibility of the Board of Trustees of the State Police Retirement System. The Board meets at least once each quarter and consists of eleven members: the Chairman of the Arkansas State Police Commission, the Director of the Department of Arkansas State Police, the Director of the Arkansas Department of Finance and Administration or the Director's designee from that department, five members of the SPRS to be elected by the members of the system with at least two holding the rank of trooper, trooper first class or corporal, at least one holding a rank higher than the rank of corporal, and at least one whose retirement eligibility is covered under the Tier Two Benefit Plan of the ASPRS.

The Agency Request is for Base Level of \$30,343,560 each year.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 2QS - St Police Retirement-Operations

Funding Sources: TMR - State Police Retirement Fund

Historical Data

Agency Request and Executive Recommendation

Commitment Item		Historical Data			2013-2014			2014-2015		
		2011-2012 Actual	2012-2013 Budget	2012-2013 Authorized	Base Level	Agency	Executive	Base Level	Agency	Executive
Operating Expenses	5020002	31,058	77,610	77,610	77,610	77,610	77,610	77,610	77,610	77,610
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	0	265,950	265,950	265,950	265,950	265,950	265,950	265,950	265,950
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Benefits-Non Employee	5100023	1,855,763	10,000,000	10,000,000	10,000,000	10,000,000	10,000,000	10,000,000	10,000,000	10,000,000
Refunds/Reimbursements	5110014	14,977,594	20,000,000	20,000,000	20,000,000	20,000,000	20,000,000	20,000,000	20,000,000	20,000,000
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		16,864,415	30,343,560	30,343,560	30,343,560	30,343,560	30,343,560	30,343,560	30,343,560	30,343,560
Funding Sources										
Trust Fund	4000050	16,864,415	30,343,560		30,343,560	30,343,560	30,343,560	30,343,560	30,343,560	30,343,560
Total Funding		16,864,415	30,343,560		30,343,560	30,343,560	30,343,560	30,343,560	30,343,560	30,343,560
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		16,864,415	30,343,560		30,343,560	30,343,560	30,343,560	30,343,560	30,343,560	30,343,560

Analysis of Budget Request

Appropriation: 2QT - Judicial Retirement-Operations

Funding Sources: TAR - Judges Retirement Fund

The Arkansas Public Employees Retirement System (APERS) administers the Judicial Retirement System (JRS) under the authority of A.C.A. § 24-8-204. The administration and control of the JRS is the responsibility of the Board of Trustees of the Judicial Retirement System. The Board meets at least once each quarter and consists of five members appointed by the Arkansas Judicial Council. These members serve at the pleasure of the Council and one member is elected by the Board to serve as Chairman.

Pursuant to A.C.A. §24-8-207(a), all chancery judges, circuit judges, judges of the Arkansas Court of Appeals, and justices of the Arkansas Supreme Court, whether elected or appointed to office, shall participate in the Arkansas Judicial Retirement System (AJRS).

In addition to Base Level of \$9,163,389 each year, the Agency request Refunds/Reimbursements of \$1,000,000 each year to provide for disbursements of retiree benefits via state warrant.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 2QT - Judicial Retirement-Operations

Funding Sources: TAR - Judges Retirement Fund

Historical Data

Agency Request and Executive Recommendation

Commitment Item		Historical Data			2013-2014			2014-2015		
		2011-2012 Actual	2012-2013 Budget	2012-2013 Authorized	Base Level	Agency	Executive	Base Level	Agency	Executive
Operating Expenses	5020002	24,944	40,510	40,510	40,510	40,510	40,510	40,510	40,510	40,510
Conference & Travel Expenses	5050009	0	0	0	0	0	0	0	0	0
Professional Fees	5060010	48,410	122,879	122,879	122,879	122,879	122,879	122,879	122,879	122,879
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Benefits-Non Employee	5100023	325,844	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000
Refunds/Reimbursements	5110014	3,136,912	5,000,000	5,000,000	5,000,000	6,000,000	6,000,000	5,000,000	6,000,000	6,000,000
Capital Outlay	5120011	0	0	0	0	0	0	0	0	0
Total		3,536,110	9,163,389	9,163,389	9,163,389	10,163,389	10,163,389	9,163,389	10,163,389	10,163,389
Funding Sources										
Trust Fund	4000050	3,536,110	9,163,389		9,163,389	10,163,389	10,163,389	9,163,389	10,163,389	10,163,389
Total Funding		3,536,110	9,163,389		9,163,389	10,163,389	10,163,389	9,163,389	10,163,389	10,163,389
Excess Appropriation/(Funding)		0	0		0	0	0	0	0	0
Grand Total		3,536,110	9,163,389		9,163,389	10,163,389	10,163,389	9,163,389	10,163,389	10,163,389

Change Level by Appropriation

Appropriation: 2QT - Judicial Retirement-Operations
Funding Sources: TAR - Judges Retirement Fund

Agency Request

Change Level		2013-2014	Pos	Cumulative	% of BL	2014-2015	Pos	Cumulative	% of BL
BL	Base Level	9,163,389	0	9,163,389	100.0	9,163,389	0	9,163,389	100.0
C01	Existing Program	1,000,000	0	10,163,389	110.9	1,000,000	0	10,163,389	110.9

Executive Recommendation

Change Level		2013-2014	Pos	Cumulative	% of BL	2014-2015	Pos	Cumulative	% of BL
BL	Base Level	9,163,389	0	9,163,389	100.0	9,163,389	0	9,163,389	100.0
C01	Existing Program	1,000,000	0	10,163,389	110.9	1,000,000	0	10,163,389	110.9

Justification

C01	AJRS requests an increase of \$1,000,000 in each fiscal year of the biennium to accommodate payment of retiree benefits via state warrant.								
-----	--------------------------------------------------------------------------------------------------------------------------------------------	--	--	--	--	--	--	--	--

Analysis of Budget Request

Appropriation: C22 - Public Employee Retirement-Cash

Funding Sources: 131 - Arkansas Public Employees Retirement System-Cash

The Arkansas Public Employees Retirement System cash fund is utilized for payments to beneficiaries by check or wire transfer.

In addition to Base Level of \$425,000,000 each year, the Agency is requesting an increase of \$15,000,000 in FY14 and \$25,000,000 in FY14 to accommodate payment of retiree benefits via direct deposit.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: C22 - Public Employee Retirement-Cash
Funding Sources: 131 - Arkansas Public Employees Retirement System-Cash

Historical Data

Agency Request and Executive Recommendation

Commitment Item	2011-2012	2012-2013	2012-2013	2013-2014			2014-2015		
	Actual	Budget	Authorized	Base Level	Agency	Executive	Base Level	Agency	Executive
Benefits-Non Employee 5100023	307,497,424	425,000,000	425,000,000	425,000,000	440,000,000	440,000,000	425,000,000	450,000,000	450,000,000
Total	307,497,424	425,000,000	425,000,000	425,000,000	440,000,000	440,000,000	425,000,000	450,000,000	450,000,000
Funding Sources									
Trust Fund 4000050	307,497,424	425,000,000		425,000,000	440,000,000	440,000,000	425,000,000	450,000,000	450,000,000
Total Funding	307,497,424	425,000,000		425,000,000	440,000,000	440,000,000	425,000,000	450,000,000	450,000,000
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	307,497,424	425,000,000		425,000,000	440,000,000	440,000,000	425,000,000	450,000,000	450,000,000

Change Level by Appropriation

Appropriation: C22 - Public Employee Retirement-Cash

Funding Sources: 131 - Arkansas Public Employees Retirement System-Cash

Agency Request

Change Level		2013-2014	Pos	Cumulative	% of BL	2014-2015	Pos	Cumulative	% of BL
BL	Base Level	425,000,000	0	425,000,000	100.0	425,000,000	0	425,000,000	100.0
C01	Existing Program	15,000,000	0	440,000,000	103.5	25,000,000	0	450,000,000	105.9

Executive Recommendation

Change Level		2013-2014	Pos	Cumulative	% of BL	2014-2015	Pos	Cumulative	% of BL
BL	Base Level	425,000,000	0	425,000,000	100.0	425,000,000	0	425,000,000	100.0
C01	Existing Program	15,000,000	0	440,000,000	103.5	25,000,000	0	450,000,000	105.9

Justification

C01	APERS Cash Fund Retiree Benefits Request: APERS requests an increase of \$15,000,000 in FY14 and \$25,000,000 in FY15 to accommodate payment of retiree benefits via direct deposit.								
-----	--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------	--	--	--	--	--	--	--	--

Analysis of Budget Request

Appropriation: C23 - St Police Retirement-Cash

Funding Sources: 131 - Arkansas State Police Retirement-Cash

The Arkansas State Police Retirement cash fund is utilized for payments to beneficiaries of the State Police Retirement System by wire transfer.

The Agency Request is for Base Level of \$30,000,000 each year.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: C23 - St Police Retirement-Cash

Funding Sources: 131 - Arkansas State Police Retirement-Cash

Historical Data

Agency Request and Executive Recommendation

Commitment Item	Historical Data			2013-2014			2014-2015		
	2011-2012 Actual	2012-2013 Budget	2012-2013 Authorized	Base Level	Agency	Executive	Base Level	Agency	Executive
Benefits-Non Employee 5100023	15,835,022	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000
Total	15,835,022	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000
Funding Sources									
Trust Fund 4000050	15,835,022	30,000,000		30,000,000	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000
Total Funding	15,835,022	30,000,000		30,000,000	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	15,835,022	30,000,000		30,000,000	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000

Analysis of Budget Request

Appropriation: C24 - Judicial Retirement-Cash

Funding Sources: 131 - Arkansas Judicial Retirement-Cash

The Arkansas Judicial Retirement cash fund is utilized for payments to beneficiaries of the Judicial Retirement System by direct deposit.

The Agency Request is for Base Level of \$20,000,000 each year.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: C24 - Judicial Retirement-Cash

Funding Sources: 131 - Arkansas Judicial Retirement-Cash

Historical Data

Agency Request and Executive Recommendation

Commitment Item	2011-2012	2012-2013	2012-2013	2013-2014			2014-2015		
	Actual	Budget	Authorized	Base Level	Agency	Executive	Base Level	Agency	Executive
Benefits-Non Employee 5100023	8,954,254	20,000,000	20,000,000	20,000,000	20,000,000	20,000,000	20,000,000	20,000,000	20,000,000
Total	8,954,254	20,000,000							
Funding Sources									
Trust Fund 4000050	8,954,254	20,000,000		20,000,000	20,000,000	20,000,000	20,000,000	20,000,000	20,000,000
Total Funding	8,954,254	20,000,000		20,000,000	20,000,000	20,000,000	20,000,000	20,000,000	20,000,000
Excess Appropriation/(Funding)	0	0		0	0	0	0	0	0
Grand Total	8,954,254	20,000,000		20,000,000	20,000,000	20,000,000	20,000,000	20,000,000	20,000,000