Emergency Rule 2017-2

Computation of Daily Rate of Return of the STMMT

The State Board of Finance, State of Arkansas, pursuant to authority under Ark. Code Ann. § 19-3-604 as amended by Act 296 of 2017, §19-3-704 et seq. and §25-15-201 et seq., does hereby issued the following Rule:

The State Treasurer shall:

1. Compute the daily rate of return of the STMMT for the previous month. The daily rate of return will be calculated as a monthly annualized yield assuming daily amortization/accretion of all fixed income securities held by the Trust and any realized profits or losses;
2. Compute the net daily rate of return of the STMMT by subtracting the management fee rate from the daily rate of return;
3. Calculate the daily earnings of each participant by multiplying the participant’s daily balance on deposit in the STMMT by the net daily rate of return;
4. The monthly sum of each participant’s daily earnings, less any administrative charges, will be credited to each participant’s account and reinvested, unless otherwise instructed by the participant.

Issued this __2nd____ day of August, 2017, in the City of Little Rock, Pulaski County, Arkansas.

Larry W. Walther, Director
Arkansas Department of Finance and Administration

Dennis Milligan, Treasurer, State of Arkansas