Stricken language would be deleted from and underlined language would be added to present law. Act 7 of the First Extraordinary Session

1 2	State of Arkansas 90th General Assembly	A Bill	Call Item 4
3	First Extraordinary Session, 2015		HOUSE BILL 1001
4	That Extraordinary 50351011, 2013		110 CSE BILL 1001
5	By: Representative Branscum		
6	•	ing, Bledsoe, E. Cheatham, A. Clark, Collins-	Smith, J. Cooper, J.
7	English, Hester, J. Hutchinson		
8			
9		For An Act To Be Entitled	
10	AN ACT TO TRA	NSFER THE ARKANSAS BUILDING AUTHOR	RITY TO
11	THE DEPARTMEN	T OF FINANCE AND ADMINISTRATION,	ГНЕ
12	ARKANSAS SCIE	NCE AND TECHNOLOGY AUTHORITY AND	ГНЕ
13	DEPARTMENT OF	RURAL SERVICES TO THE ARKANSAS EC	CONOMIC
14	DEVELOPMENT C	OMMISSION, AND THE DIVISION OF LAN	ND
15	SURVEYS OF TH	E ARKANSAS AGRICULTURAL DEPARTMENT	г то
16	THE ARKANSAS	GEOGRAPHIC INFORMATION SYSTEM OFF	ICE; TO
17	AMEND THE POW	ERS AND DUTIES OF THE ARKANSAS BU	ILDING
18	AUTHORITY COU	NCIL, THE DIRECTOR OF THE DEPARTM	ENT OF
19	FINANCE AND A	DMINISTRATION, THE EXECUTIVE DIREC	CTOR OF
20	THE ARKANSAS	ECONOMIC DEVELOPMENT COMMISSION,	ГНЕ
21	ADVISORY BOAR	D TO THE ARKANSAS SCIENCE AND TECH	HNOLOGY
22	AUTHORITY, TH	E ARKANSAS RURAL DEVELOPMENT COMM	ISSION,
23	THE LAND SURV	EY ADVISORY BOARD, AND THE ARKANSA	AS
24	GEOGRAPHIC IN	FORMATION SYSTEMS BOARD; TO AMEND	A
25	PORTION OF TH	E LAW RESULTING FROM INITIATED ACT	Г 1 OF
26	2000; TO DECL	ARE AN EMERGENCY; AND FOR OTHER	
27	PURPOSES.		
28			
29			
30		Subtitle	
31	TO TRANS	SFER THE ARKANSAS BUILDING	
32	AUTHORIT	TY, THE ARKANSAS SCIENCE AND	
33		OGY AUTHORITY, THE DEPARTMENT OF	
34	RURAL SE	ERVICES, AND THE DIVISION OF LAND	
35		AND TO AMEND A PORTION OF	
36	INITIATE	ED ACT 1 OF 2000.	



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3	BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:
4	
5	SECTION 1. DO NOT CODIFY. Transfer of the Arkansas Building Authority
6	to the Department of Finance and Administration.
7	(a)(1) The Arkansas Building Authority is transferred to the
8	Department of Finance and Administration by a type 2 transfer under § 25-2-
9	<u>105.</u>
10	(2) For the purposes of this act, the Department of Finance and
11	$\underline{\textbf{Administration shall be considered a principal department established by } \underline{\textbf{Acts}}$
12	1971, No. 38.
13	(b) All authority, powers, duties, functions, records, personnel,
14	property, unexpended balances of appropriations, allocations, and other
15	funds, including the functions of budgeting or purchasing, are transferred to
16	the Department of Finance and Administration, except as specified by this
17	act.
18	(c) All powers, duties, and functions, including rulemaking,
19	regulation, and licensing, promulgation of rules, rates, regulations, and
20	standards, and the rendering of findings, orders, and adjudications are
21	transferred to the Director of the Department of Finance and Administration.
22	(d) The members of the Arkansas Building Authority Council, and their
23	successors, shall continue to be selected in the manner and serve for the
24	terms provided by the statutes applicable to the council except as specified
25	in this act.
26	(e) The Arkansas Code Revision Commission shall make appropriate name
27	changes in the Arkansas Code to implement this act.
28	
29	SECTION 2. Arkansas Code § 6-21-112(d)-(h), concerning the duties,
30	authority, and composition of the Division of Public School Academic
31	Facilities and Transportation, as amended by Acts 2015, No. 722, are amended
32	to read as follows:
33	(d) The Director of the Division of Public School Academic Facilities
34	and Transportation, with guidance and approval from the commission, shall be
35	responsible for hiring all employees of the division Division of Public
36	School Academic Facilities and Transportation.

- 1 (e)(1) The Director of the Department of Information Systems shall 2 assign one (1) individual to serve as a technology liaison to the division.
- 3 (2) The Director of the Arkansas Building Authority Department of 4 Finance and Administration shall assign one (1) individual from the staff of
- 5 the Arkansas Building Authority Division of the Department of Finance and
- $\underline{\text{Administration}}$ to serve as a physical plant liaison to the $\underline{\text{division}}$ $\underline{\text{Division}}$
- 7 of Public School Academic Facilities and Transportation.
- 8 (f) The <u>division</u> <u>Division of Public School Academic Facilities and</u> 9 Transportation shall:
- 10 (1) Provide information or assistance to the Academic Facilities 11 Oversight Committee as requested;
- 12 (2) Use recommendations or assessments of the Academic Facilities
 13 Oversight Committee or the General Assembly as a basis for establishing the
 14 policies and procedures of the <u>division</u> <u>Division of Public School Academic</u>
- 15 <u>Facilities and Transportation</u>;

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- 16 (3) Develop and implement the Arkansas Public School Academic 17 Facilities Program Act as established in, § 6-21-801 et seq.;
- 18 (4) Administer the various programs of state financial participation in support of local academic facilities;
- 20 (5)(A) Develop and implement an ongoing uniform process for 21 collecting, inventorying, and updating information on the state of condition 22 of all public school academic facilities in the state.
- 23 (B) If the process developed is an automated statewide system, it shall encompass all school districts;
 - (6) Develop and implement an ongoing process for collecting records from state agencies of all lawfully required inspections of public school academic facilities conducted by state agencies and commissions;
- (7) Develop a facility cost index that provides a methodology for comparing the cost of repairing the condition of a public school academic facility to the cost of replacing the public school academic facility with a facility containing the same amount of square footage;
- 32 (8) Conduct unannounced random on-site inspections of public 33 school academic facilities;
- (9) Enforce through planning minimum standards for accessibility to public school academic facilities and programs for individuals with disabilities;

- 1 (10) Develop guidelines for competitive bidding, competitive
- 2 negotiation, and other methods of procurement for public school academic
- 3 facilities projects;
- 4 (11) Develop incentive programs to reward school districts for
- 5 innovative, effective, and efficient use of local and state resources with
- 6 regard to public school academic facilities;
- 7 (12) Review applicable statutes and rules for conflicts with or
- 8 omission of energy-related content;
- 9 (13) Administer the school transportation program in the various
- 10 school districts of Arkansas, including without limitation:
- 11 (A) The training of school bus drivers; and
- 12 (B) The inspection of school buses, as defined in § 6-19-
- 13 110;
- 14 (14) Keep records showing a description of each school district
- 15 in the state, a map showing the school districts with current and accurate
- 16 boundaries, the location of the academic facilities, and the electoral zones,
- 17 if any, into which each school district has been divided;
- 18 (15)(A) Report by October 1 of each year to the Governor, the
- 19 House Committee on Education, the Senate Committee on Education, and the
- 20 Academic Facilities Oversight Committee on the status of implementation of
- 21 the Arkansas Public School. Academic Facilities Program Act, § 6-21-801 et
- 22 seq.
- 23 (B) The report also shall include summary results of
- 24 lawfully required inspections of public school academic facilities by state
- 25 agencies and commissions;
- 26 (16) Report by October 1 of each even-numbered year to the
- 27 Governor, the House Committee on Education, the Senate Committee on
- 28 Education, and the Academic Facilities Oversight Committee on the state
- 29 academic facilities master plan;
- 30 (17) Maintain a public access website dedicated to public school
- 31 academic facilities; and
- 32 (18) Develop and implement a statewide facilities needs priority
- 33 list that provides a methodology for:
- 34 (A) Prioritization of state school district facility needs;
- 35 and
- 36 (B) Comparing the school district advancement of improving

1 facility conditions with school district master plans.

Transportation has authority;

federal government.

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- 2 (g) The <u>division</u> <u>Division of Public School Academic Facilities and</u>
 3 Transportation may:
- 4 (1) Contract with, retain the services of, or designate and fix
 5 the compensation of consultants, advisors, architects, engineers, and other
 6 independent contractors as may be necessary or desirable to carry out the
 7 Arkansas Public School Academic Facilities Program or any related program
 8 over which the division Division of Public School Academic Facilities and
- 10 (2)(A) Accept all donations, grants of money, equipment,
 11 supplies, materials, and services conditional or otherwise from private
 12 sources, from municipal and county governments, from the state, and from the
- (B) The division's Division of Public School Academic

 Facilities and Transportation may use any of its resources to further the

 division Division of Public School Academic Facilities and Transportation's

 purposes and functions; and
 - (3) Make and enter into all contracts, commitments, and agreements and execute all instruments necessary or incidental to the performance of its duties and powers under this section, the Arkansas Public School Academic Facilities Program, or any other related program over which the division Division of Public School Academic Facilities and Transportation has authority.
 - (h) The Department of Education shall coordinate and share certain administrative, custodial, legal, internal finance, and other necessary personnel and responsibilities to effectuate the daily operations of the division Division of Public School Academic Facilities and Transportation and the department Department of Information Systems.

SECTION 3. Arkansas Code § 6-62-302(b), concerning the exemption from the requirement of approval by the Arkansas Building Authority for certain institutions of higher education, is amended to read as follows:

(b) No board of trustees of such public institutions of higher education shall be required to obtain any prior review, consultation, approval, assistance, or advice from Arkansas the Building Authority Division of the Department of Finance and Administration for projects undertaken based

- 1 on the foregoing powers and authority. Provided, however, nothing in this
- 2 subsection shall prevent any board of trustees of such public institutions of
- 3 higher education from entering into an agreement with the authority division
- 4 to provide review, consultation, approval, assistance, or advice for such
- 5 projects. However, public institutions of higher education exempt from
- 6 project review, consultation, approval, assistance, or advice of the
- 7 authority division shall remain subject to other laws governing public works,
- 8 including, without limitation, § 22-9-101 et seq. and § 19-4-1401 et seq.

- 10 SECTION 4. Arkansas Code § 6-62-606 is amended to read as follows:
- 11 6-62-606. Exemption from compliance with certain state and local laws -
- 12 Review by $\frac{Arkansas}{L}$ the Building Authority $\frac{Division\ of\ the\ Department\ of}{L}$
- 13 <u>Finance and Administration</u>.
- 14 (a) A board and an owner proceeding under this subchapter shall be
- 15 exempt from compliance with all municipal and county land use restrictions,
- 16 including, without limitation, zoning laws and requirements for obtaining
- 17 building permits.
- 18 (b) In proceeding under this subchapter, it shall not be necessary for
- 19 the board to comply with any other laws relating to the procurement,
- 20 disposal, or leasing of property, including, without limitation, laws
- 21 concerning the appointment of appraisers in connection therewith, laws
- 22 restricting the obligation of funds for construction, and laws dealing with
- 23 the improvement of historic structures, except that the transfer and the
- 24 lease agreement shall be subject to the review and approval of Arkansas the
- 25 Building Authority Division of the Department of Finance and Administration.

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- 27 SECTION 5. Arkansas Code § 6-62-611(a)(2), concerning agreement for
- 28 transfer or lease of property by the board of trustees of certain
- 29 institutions of higher education, is amended to read as follows:
- 30 (2) The agreement may provide that the owner will make
- 31 improvements or additions to the property subject to the inspection and
- 32 approval of all improvements and additions to the property by $\frac{Arkansas}{L}$
- 33 Building Authority Division of the Department of Finance and Administration.

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35 SECTION 6. Arkansas Code § 13-3-101(b), concerning the facility needs

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36 of the Arkansas History Commission, is amended to read as follows:

1	(b) The commission and the Arkansas Building Authority Division of the	
2	Department of Finance and Administration shall determine the facility needs	
3	of the commission.	
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5	SECTION 7. Arkansas Code § 13-8-209 is amended to read as follows:	
6	13-8-209. Award of contracts.	
7	Pursuant to the instruction of the selection committee for the project,	
8	the $\frac{Arkansas}{Arkansas}$ Building Authority $\frac{Division\ of\ the\ Department\ of\ Finance\ and\ }{Arkansas}$	
9	Administration shall award contracts for the purchase or commission of art	
10	work for the Arkansas Public Art Program, and the owner agency shall	
11	administer payments.	
12		
13	SECTION 8. Arkansas Code § 18-44-503(b), concerning public buildings	
14	and improvements, is amended to read as follows:	
15	(b) All persons, firms, associations, and corporations who have valid	
16	claims against the bond may bring an action on the bond against the corporati	
17	surety, provided that no action shall be brought on the bond after twelve	
18	(12) months from the date on which the $\frac{Arkansas}{Arkansas}$ Building Authority $\underline{Division}$	
19	of the Department of Finance and Administration or institutions exempt from	
20	construction review and approval by the authority division approve final	
21	payment on the state contract, nor shall any action be brought outside the	
22	State of Arkansas.	
23		
24	SECTION 9. Arkansas Code § 19-1-205 is amended to read as follows:	
25	19-1-205. Office.	
26	The Arkansas Building Authority <u>Division of the Department of Finance</u>	
27	and Administration shall assign to the Department of Finance and	
28	Administration and divisions of the department suitable office space with the	
29	necessary conveniences for the transaction of the department's business and	
30	the safe-keeping of the department's records.	
31		
32	SECTION 10. Arkansas Code § 19-4-1402(a) and (b), concerning contracts	
33	for certain improvements, repairs, or additions to public buildings, are	
34	amended to read as follows:	
35	(a) Executed counterparts of all contracts entered into by any state	
36	agency with respect to proposed projects for new improvements or major	

- 1 repairs or additions to existing buildings and facilities shall be approved
- 2 by and filed with the Arkansas Building Authority Division of the Department
- 3 of Finance and Administration before the issuance of any vouchers making
- 4 payments under the contract, unless the contract is exempted from the
- 5 jurisdiction of the authority division by a law or a regulation promulgated
- 6 under the Arkansas Administrative Procedure Act, § 25-15-201 et seq.
- 7 (b)(1) The Boards of Trustees of the University of Arkansas, Arkansas
- 8 State University, University of Central Arkansas, Henderson State University,
- 9 Arkansas Tech University, and Southern Arkansas University, respectively, are
- 10 exempt from the requirements of this section requiring the filing of the
- 11 contracts with the authority division.
- 12 (2) The governing boards of all other public institutions of
- 13 higher education shall be exempt from the requirement for approval and filing
- 14 of the contracts with the authority division:
- 15 (A) Upon approval of the Department of Higher Education;
- 16 and
- 17 (B) If, prior to granting approval, the department shall
- 18 have reviewed and approved policies and procedures adopted by the governing
- 19 boards of the public institutions of higher education with respect to bidding
- 20 and construction of capital improvement projects.
- 21 (3) Nothing in this section shall prevent a public institution of
- 22 higher education exempt under this subsection from entering into an agreement
- 23 with the authority division to file its contracts with the authority
- 24 division.

- SECTION 11. Arkansas Code § 19-4-1415(b) and (c)(1), concerning state
- 27 agency projects exceeding five million dollars (\$5,000,000), as amended by
- 28 Acts 2015, No. 218, is amended to read as follows:
- 29 (b)(1) No contract for projects between the state agency and the
- 30 construction manager, general contractor, architect, or engineer shall be
- 31 entered into without first obtaining approval of the Arkansas Building
- 32 Authority <u>Division of the Department of Finance and Administration</u> and review
- 33 by the Legislative Council.
- 34 (2) The authority division shall have involvement in the
- 35 selection and contract process from the project inception.
- 36 (3) There shall be separate contracts for design and construction

- l services.
- 2 (4) The authority division shall have the authority to promulgate
- 3 rules and regulations pertaining to the process for awarding and overseeing
- 4 the contracts.
- 5 (5) The Board of Trustees of the University of Arkansas and the
- 6 Board of Trustees of Arkansas State University shall be exempt from review
- 7 and approval by the authority division and any regulations promulgated by it,
- 8 provided that the Board of Trustees of the University of Arkansas and the
- 9 Board of Trustees of Arkansas State University have adopted policies and
- 10 procedures involving the awarding and oversight of the contracts for design
- 11 and construction services.
- 12 (6) All procedures pertaining to the contracts shall provide, to
- 13 the extent practicable, substantial uniformity between these institutions
- 14 with respect to the policies and procedures to be followed.
- 15 (c)(1) For all projects contemplated or contracted for, the authority
- 16 division shall:
- 17 (A) Review and approve the advertisement as stated in
- 18 subsection (d) of this section, the scope of work, the site selection,
- 19 funding review, and, to the extent available, all project drawings, plans,
- 20 and specifications prior to any solicitation of proposals for the project;
- 21 (B) Conduct on-site observations of the construction
- 22 project on a regular basis and maintain project records; and
- 23 (C)(i) Review and approve all contract amendments.
- 24 (ii) State agencies shall submit a summary of all
- 25 contract amendments to the Legislative Council.

- 27 SECTION 12. Arkansas Code § 19-4-1415(e)(1) and (2), concerning state
- agency projects exceeding five million dollars (\$5,000,000), is amended to
- 29 read as follows:
- 30 (e)(1)(A) A preselection committee, which shall be composed of no more
- 31 than three (3) members from the state agency and two (2) members from the
- 32 authority division, shall review the proposals.
- 33 (B) A preselection committee for institutions of higher
- 34 education stated in subdivision (b)(5) of this section shall consist of at
- 35 least three (3) members as determined by each of the institutions, and the
- 36 members may be from the authority division.

1 (C) The preselection committee shall select a maximum of 2 five (5) applicants and schedule interviews. 3 (D) The state agency or an institution of higher education 4 as stated in subdivision (b)(5) of this section shall notify the finalists of 5 their status. 6 (2)(A) The final selection committee shall be composed of the (3) 7 three members from the state agency on the preselection committee. 8 (B) The final interviews shall be held at the time and date 9 as designated by the final selection committee. 10 (C) Representatives of the authority division may attend 11 the final selection meeting, but shall not vote in the final selection 12 process. (D) The final selection committee for institutions of 13 14 higher education stated in subdivision (b)(5) of this section shall consist 15 of at least three (3) members as determined by each of the institutions. 16 (E) Members of a preselection committee may also serve as 17 members of the final selection committee of the institutions. 18 (F) In selecting a general contractor, construction 19 manager, architect, or engineer, the state agency or institution of higher 20 education as stated in subdivision (b)(5) of this section shall consider 21 their established criteria which shall include, but are not limited to, the 22 following: 23 (i) The experience of the professional or 24 professionals in similar projects; 25 (ii) The record of the professional or professionals 26 in timely completion of the projects with high quality workmanship; and 27 (iii) Other similar matters to determine that the 28 professional or professionals will complete the project within the time and 29 budget and to the specifications set by the state agency or institution of

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- SECTION 13. Arkansas Code § 19-4-1415(h)(6)(A), concerning state agency projects exceeding five million dollars (\$5,000,000), is amended to read as follows:
- 35 (6)(A) The minimum standards of the authority division and criteria pertaining to projects constructed under this section.

higher education as stated in subdivision (b)(5) of this section.

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2	SECTION 14. Arkansas Code § 19-5-308 is repealed.	
3	19-5-308. Arkansas Building Authority Account.	
4	(a) There is established on the books of the Treasurer of State, the	
5	Auditor of State, and the Chief Fiscal Officer of the State an account to be	
6	known as the "Arkansas Building Authority Account" of the General Improvemen	
7	Fund.	
8	(b) This account shall consist of funds authorized for deposit in the	
9	State Treasury by the General Assembly.	
10	(c) This account shall be used for the purposes authorized and required	
11	by the Arkansas Building Authority Act, § 22-2-101 et seq.	
12		
13	SECTION 15. Arkansas Code § 19-5-1046 is amended to read as follows:	
14	19-5-1046. Arkansas Building Authority Division Maintenance Fund.	
15	(a)(1) There is established on the books of the Treasurer of State, the	
16	Auditor of State, and the Chief Fiscal Officer of the State a fund to be	
17	known as the " $rac{Arkansas}{Arkansas}$ Building Authority <u>Division</u> Maintenance Fund".	
18	(2) The fund shall be used for the maintenance, operation, and	
19	improvement of lands, buildings, and facilities that may be acquired by the	
20	Arkansas Building Authority Division of the Department of Finance and	
21	Administration.	
22	(b)(1) The fund shall consist of all moneys received in connection with	
23	the leasing, management, and operation of building facilities and lands	
24	belonging to or managed by the authority division.	
25	(2) The moneys received by the authority division are declared to	
26	be nonrevenue receipts.	
27		
28	SECTION 16. Arkansas Code § 19-5-1052(b), concerning the contents of	
29	the Justice Building Fund, is amended to read as follows:	
30	(b) This fund The Justice Building Fund shall consist of all moneys	
31	transferred or deposited from the State Administration of Justice Fund, there	
32	to be used exclusively by the Arkansas Building Authority <u>Division of the</u>	
33	Department of Finance and Administration for the maintenance of the Arkansas	
34	Justice Building.	

SECTION 17. Arkansas Code § 19-5-1087(a), concerning the creation of

- 1 the Justice Building Construction Fund, is amended to read as follows:
- 2 (a) There is hereby created in accordance with \S 19-4-801 19-4-806,
- 3 inclusive, and § 19-6-101 et seq., a cash fund entitled the "Justice Building
- 4 Construction Fund", which shall be maintained in such depository bank or
- 5 banks as may, from time to time, be designated by the Arkansas Building
- 6 Authority Division of the Department of Finance and Administration.

- 8 SECTION 18. Arkansas Code § 19-5-1087(c), concerning the
- 9 administration of the Justice Building Construction Fund, is amended to read 10 as follows:
- 11 (c) The fund shall be held and the amounts therein invested by the
- 12 Arkansas Building Authority division in accordance with the authority
- 13 provided in § 22-3-901 et seq. The Arkansas Building Authority division may
- 14 also use the fund to provide for the repayment of obligations issued by the
- 15 Arkansas Development Finance Authority pursuant to the State Agencies
- 16 Facilities Acquisition Act of 1991, as amended, § 22-3-1401 et seq., to
- 17 accomplish the purposes specified in subsection (b) of this section and to
- 18 pay the costs and expenses related to the issuance of such obligations.

- 20 SECTION 19. Arkansas Code § 19-5-1206 is amended to read as follows:
- 21 19-5-1206. Arkansas Building Authority Division Real Estate Fund.
- 22 (a) There is established on the books of the Treasurer of State, the
- 23 Auditor of State, and the Chief Fiscal Officer of the State a fund to be
- 24 known as the "Arkansas Building Authority Division Real Estate Fund".
- 25 (b)(1) This fund The Building Authority Division Real Estate Fund shall
- 26 consist of funds transferred to it from the General Improvement Fund or other
- 27 funds, gifts, bequests, foundation grants and gifts, Governor's or other
- 28 emergency funds, federal grants and matching funds, short-term loans and
- 29 advances, proceeds from bond issues, leases, service charges or fees,
- 30 interagency transfers of funds, partnerships and debentures, and other funds
- 31 as may be appropriated by the General Assembly.
- 32 (2) The <u>fund</u> <u>Building Authority Division Real Estate Fund</u> shall
- 33 be used to acquire either by deed or by lease, to own or operate, to
- 34 maintain, to repair, to renovate, to develop, or to construct real
- 35 properties, including any necessary demolition and site improvements, for use
- 36 by state agencies, as defined in § 22-2-102, for capital improvement needs

under the jurisdiction of the Arkansas Building Authority <u>Division of the</u>
Department of Finance and Administration.

- SECTION 20. Arkansas Code § 20-46-301 is amended to read as follows: 20-46-301. Department of Human Services Division of Behavioral Health Services Powers and duties.
- (a) The Department of Human Services shall have the authority and power to create and maintain a Division of Behavioral Health Services and to provide services for community mental health clinics and centers, which shall be administered through such divisions, offices, sections, or units of the department as may be determined by the Director of the Department of Human Services.
- (b) The department Department of Human Services shall have the authority to establish or assist in the establishment and direction of those mental health clinics and centers in local and regional areas of the state which shall be operated under such divisions, offices, sections, or units of the department as may be determined by the director.
- (c) The department Department of Human Services, in cooperation with the Arkansas Building Authority Division of the Department of Finance and Administration, may sell, donate, lease on a short-term or long-term basis, or assign the use of any property and equipment owned by the department Department of Human Services, including real property, furniture, fixtures, and office equipment and supplies, to those community mental health clinics and centers to assist them in the advancement of mental health in the state.
- (d) The department Department of Human Services shall engage in programs of mental health education in cooperation with the state's governmental units and established mental health education organizations, organized civic groups, lay organizations, and recognized mental health authorities, utilizing therefor the facilities of those organizations and groups for the advancement of mental health.
- (e)(1) In the event that a state-operated community mental health center acquires private nonprofit status, the <u>division Division of Behavioral Health Services</u> shall have the authority to lease employees of the <u>division Division of Behavioral Health Services</u> to perform services for the private nonprofit community mental health center to ensure the continued delivery of satisfactory levels of mental health services consistent with the goals and

- objectives of the department and the division <u>Division of Behavioral Health</u>
 Services.
- 3 (2) The director shall have the authority to negotiate an 4 employee leasing arrangement with the private nonprofit community mental 5 health center as an ongoing contract to perform mental health services for 6 the center. The arrangement shall provide, at a minimum:
- 7 (A) For reimbursement for all leased division Division of
 8 Behavioral Health Services employee financial obligations with respect to
 9 wages, employment taxes, and employee benefits of each employee providing
 10 services for the center and for reimbursement of administrative costs
 11 associated with the leased employees;

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- (B) That all leased employees are covered by workers' compensation insurance provided in conformance with laws of the state and which may be provided by either the department Department of Human Services or the center;
- (C) That all leased employees shall be limited to providing services to clients or in support of clients which are consistent with the goals and objectives of the <u>division Division of Behavioral Health Services</u> and the <u>department Department of Human Services</u>;
 - (D) That the <u>division Division of Behavioral Health</u>

 <u>Services</u> and the <u>department Department of Human Services</u> shall not be vicariously liable for the liabilities of the center, whether contractual or otherwise;

(E) That the center shall provide liability insurance for

- the employees and indemnify the state for any actions of the employees; and

 (F) That the leasing arrangement shall not be effective for

 a period of time to exceed each state fiscal biennium, and that payment and

 performance obligations of the arrangement are subject to the availability

 and appropriation of funds for the employees' salaries and other benefits.
 - (3) Employer responsibilities for leased employees shall be shared by the department Department of Human Services and the community mental health center. The department Department of Human Services shall be responsible for the administration and management of employee compensation and all employee benefit and welfare plans. The center may exercise day-to-day supervision and control of the employees' delivery of services in conformity with all division Division of Behavioral Health Services and

1	department of numan services policies and procedures.	
2		
3	SECTION 21. Arkansas Code § 22-2-102(2) and (3), concerning the	
4	definitions of "council" and "director", are repealed, and the subdivisions	
5	of the section shall be appropriately renumbered by the Arkansas Code	
6	Revision Commission.	
7	(2) "Council" means the Arkansas Building Authority Council	
8	established within the Arkansas Building Authority as created by this	
9	chapter;	
10	(3) "Director" means the Director of the Arkansas Building	
11	Authority as created by this chapter;	
12		
13	SECTION 22. Arkansas Code § 22-2-104 is amended to read as follows:	
14	22-2-104. Creation.	
15	There is created a public agency of the State of Arkansas to be known	
16	as the Arkansas Building Authority The Building Authority Division of the	
17	Department of Finance and Administration is created. The authority division	
18	shall carry out the duties and responsibilities set out in § 22-2-108 under	
19	the policies, guidelines, standards, and procedures established by the	
20	Arkansas Department of Finance and Administration with the advice of the	
21	Building Authority Council as created by § 22-2-106.	
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23	SECTION 23. Arkansas Code § 22-2-105 is amended to read as follows:	
24	22-2-105. Director of the Department of Finance and Administration —	
25	<u>duties</u> .	
26	(a) The Arkansas Building Authority shall be administered by a	
27	director, who shall be appointed by and serve at the pleasure of the Governor	
28	and shall be confirmed by the Senate.	
29	(b) The director shall have experience in property development and	
30	management.	
31	(c) The director Director of the Department of Finance and	
32	Administration may hire sufficient staff as authorized by legislation to	
33	perform the duties of the authority Building Authority Division of the	
34	Department of Finance and Administration. Personnel employed by the director	
35	shall be compensated according to the Uniform Classification and Compensation	
36	Act. § 21-5-201 et seg., for similar duties and responsibilities.	

- 1 (d)(b) The director shall be responsible for administering the rules, 2 regulations, and policies of the Arkansas adopted by the Department of Finance and Administration with the advice of the Building Authority Council 3 4 pursuant to the provisions of this chapter. 5 (e)(c) The director shall be the disbursing agent for the authority 6 division and shall pay any and all accounts upon prior approval of the 7 council. The disbursing agent shall furnish and keep in effect a bond to the 8 state with a corporate surety thereon which, together with any other bonds 9 furnished by him or her, shall total in final sum not less than fifty 10 thousand dollars (\$50,000) and is conditioned that he or she will faithfully 11 perform his or her duties and properly handle all funds received and 12 disbursed by him or her and account for those funds; the bond so furnished shall be filed in the office of the Auditor of State. The premium on the bond 13 14 shall be a proper charge against funds of the authority division. 15 16 SECTION 24. Arkansas Code § 22-2-106 is amended to read as follows: 17 22-2-106. Arkansas Building Authority Council. 18 (a) There is created an Arkansas Building Authority Council, 19 hereinafter referred to as the "council" The Building Authority Council is 20 created. 21 (b) The council shall have eleven (11) members as follows: 22 (1)(A) Six (6) members shall be appointed by the Governor and 23 confirmed by the Senate, one (1) of whom shall be from each congressional 24 district and two (2) of whom shall be representative of the state at large; 25 (B) One (1) member shall be designated by the Speaker of 26 the House of Representatives and one (1) member shall be designated by the 27 President Pro Tempore of the Senate, but no member so designated by the 28 Speaker of the House of Representatives or the President Pro Tempore of the 29 Senate shall be a member of the General Assembly; 30 (C) All appointees or designees shall serve three-year 31 staggered terms, and all appointees or designees may be subject to
 - (D) The members of the council appointed by the Governor and designated by the Speaker of the House of Representatives and the President Pro Tempore of the Senate shall be reflective of the economic, geographic, and social characteristics of the state.

reappointment or redesignation; and

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- 1 (2) The Secretary of State or a designee shall be a full voting 2 member of the council.
- 3 (3)(A) From among its members, the House of Representatives shall 4 select one (1) member who shall be a nonvoting ex officio member of the 5 council, and from among its members, the Senate shall select one (1) member 6 who shall be a nonvoting ex officio member of the council.
- 7 (B) Such ex officio members shall serve two-year terms.
- 8 (c) The Governor shall designate one (1) of the members of the council 9 as chair, except that no ex officio member shall be so designated.
- 10 (d) Members of the council shall receive no pay for their services, but 11 those members who are not government officials may receive expense 12 reimbursement and stipends in accordance with § 25-16-901 et seq.

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- SECTION 25. Arkansas Code § 22-2-107 is amended to read as follows: 22-2-107. Creation of sections.
- 16 (a) There are created within the Arkansas Building Authority Division
 17 of the Department of Finance and Administration the following sections which
 18 shall have the duties and responsibilities designated by the Director of the
 19 Arkansas Building Authority Department of Finance and Administration with the
 20 approval advice of the Arkansas Building Authority Council and which may
 21 include, in relation to other provisions of this chapter, the duties and
 22 responsibilities respectively designated in this section:
- 23 (1) Construction Section. The Construction Section shall:
 - (A) Supervise the bidding and awarding of contracts for new construction and renovations for or by state agencies' capital improvements;
- 26 (B) Establish and maintain complete construction files on 27 all jobs, including plans and specifications for alterations, renovations, 28 and repairs of all capital improvements;
- 29 (C) Approve all proposed contracts, change orders, and 30 final payments requests;
- 31 (D) Ensure that on-site observation of all construction 32 projects, alterations, and repairs is accomplished on a regular basis and 33 maintain records of those observations;
- 34 (E) Obtain and maintain construction inspection and 35 observation reports from architects or engineers or their consultants from 36 state agencies and institutions for all capital improvement construction

- 1 projects;
- 2 (F)(i) Conduct visits with the design professional to
- 3 determine the responsibility and performance required by the contract
- 4 documents.
- 5 (ii) On-site observations by design professionals
- 6 shall concur with the contractor's payment request and shall be submitted in
- 7 written form with the pay request.
- 8 (iii) The inspection and observation reports shall be
- 9 as adopted by the <u>director with the advice of the</u> council.
- 10 (iv) State agencies shall engage the services of
- 11 licensed architects or engineers for all projects covered by the Arkansas
- 12 Architectural Act, § 17-15-101 et seq., and the Arkansas Engineering Act, §
- 13 17-30-101 et seq.; and
- 14 (G) Ensure that the construction of all projects complies
- 15 with the contract documents;
- 16 (2) Building Operations Section. The Building Operations
- 17 Section shall:
- 18 (A) Operate, maintain, and manage public buildings as
- 19 required by the provisions of this chapter or otherwise by law;
- 20 (B) Provide for maintenance and operation, including
- 21 janitorial services for any buildings, structures, or grounds which are
- 22 owned, leased, or managed by the authority division as may be required by the
- 23 provisions of this chapter; and
- 24 (C) Develop and, upon adoption by the director with the
- 25 <u>advice of</u> the council, enforce procedures, standards, and criteria designed
- 26 to standardize the level of maintenance on all public buildings and other
- 27 capital improvements;
- 28 (3) Design Review Section. The Design Review Section shall:
- 29 (A) Establish procedures approved by the council for the
- 30 selection of engineering, environmental, architectural, and building design
- 31 consultants' services by state agencies and by the authority division. The
- 32 procedures shall ensure an equitable opportunity for all persons and firms;
- 33 (B) Encourage, within the rules and regulations of the
- 34 state, the timely and expedient commitment and expenditure of appropriations
- 35 for capital improvements;
- 36 (C) Establish standard fee schedules approved by the

1 council for design professional consultant services for capital improvements; 2 (D) Develop and upon adoption by the council establish 3 minimum design standards and criteria, which shall be made available to all 4 design professionals in the state; 5 (E) Utilize, require, or undertake studies concerning the 6 needs for and costs of proposed capital improvements; 7 (F) Review and approve, consistent with the provisions of 8 this chapter, contracts for design professional consultant services, 9 preliminary plans, cost estimates, building programs, feasibility studies, 10 and construction bid documents for capital improvements and mediate 11 architectural and engineering design and construction-related problems; 12 (G) Assist in analyzing architectural and engineering 13 design and construction problems at state-owned facilities; and 14 (H) Ensure that state agencies shall engage the services of 15 licensed architects and licensed engineers for capital improvement projects 16 which are not exempted by the requirements of: 17 (i) The Arkansas Architectural Act, § 17-15-101 et 18 seq.; 19 (ii) Section 17-30-101 et seq.; and 20 (iii) Section 22-9-101 et seq. 21 (I) The director shall employ within the Design Review 22 Section of the authority a State Architect and a State Engineer who shall 23 have sufficient private practice experience within his or her respective 24 field as well as be registered and licensed within the state; and 25 (4) Real Estate Services Section. The Real Estate Services Section shall: 26 27 (A) Develop and enforce minimum leasing, sale, and purchase 28 of property standards and criteria for consideration and adoption by the 29 director with the advice of the council; 30 (B) Design standard lease forms to be approved by the 31 director with the advice of the council for use by state agencies as provided 32 in this chapter; 33 (C) Assist state agencies, the director, and the council in 34 determining and evaluating rental space needs and the allocation of space for 35 state agencies;

(D) Conduct surveys to determine available rental space

- $1 \hspace{0.5cm} \hbox{that meets minimum leasing standards and criteria and that may be available}$
- 2 for use by state agencies;
- 3 (E) Otherwise carry out and administer those duties and
- 4 responsibilities delegated to the section Real Estate Services Section by the
- 5 director and assist state agencies and the council to ensure that rental
- 6 space acquired and utilized by state agencies is acquired and utilized in a
- 7 manner consistent with the intent of this chapter so that no state agency
- 8 shall lease space that is not absolutely essential to the efficient
- 9 performance of its duties and responsibilities; and
- 10 (F) Carry out and administer those duties and
- 11 responsibilities involving the purchase or sale of property by state agencies
- 12 that are under the jurisdiction of the authority division so as to ensure
- 13 that the property is sold or purchased in a manner consistent with Arkansas
- 14 laws and regulations.
- 15 (b) The director may transfer the various duties and functions among
- 16 the various sections of the authority division and effect any other
- 17 organizational or administrative changes that may be necessary to bring about
- 18 the efficient and effective implementation of this chapter.

- 20 SECTION 26. Arkansas Code § 22-2-108 is amended to read as follows:
- 21 22-2-108. Powers and duties generally.
- 22 As may be provided, allowed, or limited by the provisions of this
- 23 chapter, the Arkansas Building Authority Council is authorized and empowered
- 24 to Director of the Department of Finance and Administration with the advice
- 25 of the Building Authority Council may establish policies, guidelines,
- 26 standards, and procedures which shall guide and govern the Arkansas Building
- 27 Authority Division of the Department of Finance and Administration with
- 28 regard to the following responsibilities, duties, powers, and activities:
- 29 (1) To investigate and obtain information concerning the various
- 30 boards, commissions, authorities, agencies, departments, and offices of the
- 31 state, which are the "state agencies", in relation to:
- 32 (A) Where they are housed;
- 33 (B) Their present and projected needs for space and
- 34 facilities;
- 35 (C) The rental being paid and the rental that state
- 36 agencies could reasonably pay for space and facilities in public and private

- l buildings; and
- 2 (D) The public building space and facilities that can be
- 3 feasibly financed from appropriated funds available to the authority
- 4 division;
- 5 (2)(A) To construct and equip buildings or to acquire by gift or
- 6 purchase existing buildings and the sites upon which they are situated for
- 7 use as public buildings.
- 8 (B) However, before the authority division may construct
- 9 and equip buildings or acquire by purchase existing buildings and the sites
- 10 upon which they are situated for use as public buildings, requests for the
- ll construction and equipping of those buildings or the acquisition of those
- 12 existing buildings shall have been first submitted to the General Assembly or
- 13 to the Legislative Council when the General Assembly is not in session, and
- 14 the General Assembly shall have reviewed and appropriated the funds therefor
- or specifically approved the method of funding their construction, equipping,
- 16 or acquisition thereof;
- 17 (3)(A) To provide for the operation and management of the public
- 18 buildings so constructed or acquired and arrange for the housing of state
- 19 agencies as space and facilities permit and to rent and lease space and
- 20 facilities upon such terms and conditions and for such rentals as the
- 21 authority division may determine.
- 22 (B) Should there be any surplus space in a public building
- 23 above the requirements of the state agencies that can be feasibly housed in
- 24 the building, then the authority division may lease or rent the surplus space
- 25 to individuals and organizations other than state agencies until it is needed
- 26 by state agencies;
- 27 (4) To use the lands acquired by the Arkansas Revenue Department
- 28 Building Commission which were transferred to the authority State Building
- 29 Services under Acts 1975, No. 716, § 6, as sites for public buildings and
- 30 acquire additional sites as provided in § 22-2-109;
- 31 (5) To wreck, remove, and dispose of or salvage buildings or
- 32 other improvements as necessary for the construction and equipping of public
- 33 buildings or for future use of an unspecified project;
- 34 (6) To purchase, lease, or rent and receive devises, bequests, or
- 35 donations of and sell or otherwise dispose of any property, real, personal,
- or mixed, on its own behalf and without the approval of any other board,

- 1 commission, agency, department, or officer, and the council Building
- 2 Authority Council may convert into money any property bequeathed or donated
- 3 to it or not needed or which cannot be used in the form received;
- 4 (7)(A) To execute contracts necessary to accomplish the purposes
- 5 of this chapter.
- 6 (B) However, no contract shall be entered into for the
- 7 purchase of any real property unless the authority shall have first submitted
- 8 division submits the contract for review to the General Assembly or to the
- 9 Legislative Council when the General Assembly is not in session a request to
- 10 purchase the property, and the General Assembly shall have provided provides
- 11 the funds for or shall have approved approves the method of funding the
- 12 purchase;
- 13 (8) To apply for, receive, accept, and use any moneys and
- 14 properties from:
- 15 (A) The United States or any state, or any department or
- 16 agency thereof;
- 17 (B) Any public or private corporation of any nature; and
- 18 (C) Any individual or group;
- 19 (9)(A) To establish, promulgate, and enforce minimum design and
- 20 construction standards and criteria for all capital improvements undertaken
- 21 by any state agency, including without limitation procedures regarding flood
- 22 plain management and the bidding and awarding of capital improvements
- 23 regarding projects under the jurisdiction of the authority division.
- 24 (B) However, the authority division shall not engage in the
- 25 production of architectural plans and specifications, with the exception that
- 26 the architects and engineers employed by the authority division may provide
- 27 and make available technical assistance to the authority's division's
- 28 sections listed in § 22-2-107 and other agencies regarding capital
- 29 improvements involving roofing projects, repairs, alterations, or
- 30 renovations;
- 31 (10) To establish and enforce minimum standards and criteria for
- 32 the management, maintenance, and operation of all public buildings and
- 33 capital improvements;
- 34 (11) To establish and enforce minimum standards and criteria for
- 35 the leasing and renting of space for and by state agencies;
- 36 (12) To provide for the management, maintenance, and operation of

- 1 those public buildings as may be required by this chapter or otherwise by law
- 2 to be managed, maintained, or operated by the authority division and provide
- 3 technical advice on management, maintenance, and operation to agencies with
- 4 existing capital improvements;
- 5 (13) To provide monthly reports to the Legislative Council and to
- 6 the Governor, or as otherwise may be requested by the Legislative Council,
- 7 the Governor, or the General Assembly;
- 8 (14) To obtain and keep on file copies of architectural and
- 9 engineering plans and construction documents for all public buildings and
- 10 capital improvements, including those plans and documents for all existing
- 11 public buildings and capital improvements for which plans and documents
- 12 exist;
- 13 (15)(A)(i) To assume all duties and responsibilities for minor
- 14 alterations and repairs of existing public buildings and capital improvements
- 15 previously vested within the Office of State Procurement by Acts 1955, No.
- 16 313 [repealed], as amended by Acts 1959, No. 29 [repealed], as implemented
- 17 and developed by the Construction Section.
- 18 (ii) These duties and responsibilities of the office
- 19 are transferred to the authority division.
- 20 (B) It is the intent of this chapter that the above-
- 21 mentioned and all other duties and responsibilities of the Construction
- 22 Section shall be transferred to the authority division, including approval
- 23 authority for real property purchases by any agency, board, commission, or
- 24 department; and
- 25 (16) To promulgate reasonable rules, regulations, and procedures
- 26 as may be required to carry out its duties, responsibilities, powers, and
- 27 authorities under this chapter which are consistent with the purposes and
- 28 intent of this chapter.
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- 30 SECTION 27. Arkansas Code § 22-2-109 is amended to read as follows:
- 31 22-2-109. Acquisition of additional sites.
- 32 (a)(1) Additional sites may be acquired from state agencies, either
- 33 with or without compensation, by making necessary arrangements with any state
- 34 agency for any lands owned by that state agency or owned by the State of
- 35 Arkansas and under the control or jurisdiction of that state agency.
- 36 (2) In the alternative, a site may be obtained by the Arkansas

- $1 \quad \text{ Building Authority } \underline{\text{Division of the Department of Finance and Administration}}$
- 2 by gift, purchase, or, within Pulaski County, Arkansas, by condemnation under
- 3 the power of eminent domain.
- 4 (b)(1) In the event the sites cannot be purchased by negotiation, the
- 5 authority is authorized to division may institute condemnation proceedings
- 6 under the power of eminent domain for the acquisition of sites.
- 7 (2)(A) Condemnation proceedings under the power of eminent domain
- 8 may be exercised within Pulaski County, Arkansas, in the manner now provided
- 9 in $\S\S 18-15-1202 18-15-1207$ or pursuant to any other applicable statutory
- 10 provisions for the exercise of the power of eminent domain in the State of
- 11 Arkansas or by any state agency.
- 12 (B) However, in the event the authority shall acquire if
- 13 the division acquires under the power of eminent domain a building which is a
- 14 general purpose office building located within the Capitol Zoning District,
- as zoned by § 22-3-302(a), the following provisos shall be applicable:
- 16 (i)(a) In addition to all other elements constituting
- 17 just compensation for the taking of property, which are usually and regularly
- 18 considered in condemnation actions, an owner-tenant may be entitled to
- 19 reasonable moving expenses for the moving of that tenant to a location within
- 20 Pulaski County, Arkansas.
- 21 (b) The reasonable moving expense shall be
- 22 fixed by the court and at its discretion;
- 23 (ii)(a) Upon a final award in such a condemnation
- 24 proceeding, the court in which the action is being undertaken may grant the
- 25 condemnee in an owner-occupied structure the right to remain in occupation of
- 26 the structure without payment of rent by the owner-occupier for a reasonable
- 27 period of time to be determined in the discretion of the court, but such
- 28 period of time shall not exceed three (3) years.
- 29 (b) However, if the monetary award is demanded
- 30 by the condemnee and paid pursuant to the award, the court shall fix a
- 31 reasonable rental for that part of the property occupied by the condemnee
- 32 subsequent to the final award. All other tenants occupying all or any part of
- 33 the condemned premises, by lease or otherwise, shall pay rentals to the
- 34 condemnor from the date of the final award or payment and so long as such
- 35 tenants occupy the premises or any part thereof.
- 36 (c) Title to all lands acquired under this

- 1 chapter shall be taken in the name of the State of Arkansas; and 2 (iii) Should the owner of the building being acquired under the power of eminent domain also own unimproved property adjacent to or 3 4 near the building and should there be a connected or unity of use between the 5 condemned building and the unimproved property, including a parking lot 6 adjacent to or near an office building, the authority shall be obliged to 7 division shall also take by purchase or under the power of eminent domain 8 such unimproved property. 9 10 SECTION 28. Arkansas Code § 22-2-110 is amended to read as follows: 11 22-2-110. Schedule of supervision generally. 12 The powers, authorities, and responsibilities of the Arkansas Building Authority Council Director of the Department of Finance and Administration 13 14 relating to the acquisition of properties and to the supervision of all 15 capital improvements, as defined in § 22-2-102, shall be in accordance with 16 the schedules of supervision as provided in $\S\S 22-2-111 - 22-2-113$. 17 SECTION 29. Arkansas Code § 22-2-111 is amended to read as follows: 18 19 22-2-111. Schedule of supervision - Type one - Undesignated funds. 20 From the funds appropriated by the General Assembly to the Arkansas 21 Building Authority Division of the Department of Finance and Administration 22 not designated to be spent for a particular public building or capital 23 improvement for a particular state agency, the authority division shall: 24 (1)(A) Use the lands acquired by the Arkansas Revenue Department 25 Building Commission which are transferred to the authority State Building 26 Services under Acts 1975, No. 716, § 6, as sites for public buildings and 27 obtain additional sites as provided in this chapter. 28 (B)(i) The additional sites may be obtained either with or 29 without compensation by making necessary arrangements with any state agency 30 for any lands owned by the state agency or by the State of Arkansas and under 31 the control or jurisdiction of that state agency. 32 (ii) In the alternative, a site may be obtained by 33 the authority division by gift, purchase, or condemnation under the power of 34 eminent domain at any suitable location.
 - (C) In the event the needed sites cannot be purchased by negotiation, the <u>authority</u> <u>division</u> is authorized to institute condemnation

- 1 proceedings in Pulaski County, Arkansas, under the power of eminent domain 2 for the acquisition of sites.
- (D) Condemnation proceedings under the power of eminent domain may be exercised within Pulaski County, Arkansas, in the manner now provided by §§ 18-15-1202 18-15-1207, or pursuant to any applicable
- 6 statutory provisions for the exercise of the power of eminent domain by the 7 State of Arkansas or by any state agency.
- 8 (E) Title to all lands acquired under this chapter shall be 9 taken in the name of the State of Arkansas;
- (2) Construct, repair, renovate, alter, and equip buildings and capital improvements or acquire, by gift or purchase, existing buildings or capital improvements and the sites upon which they are situated for use as public buildings;

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- (3)(A) Operate, manage, maintain, and otherwise provide for the operation of the public buildings or capital improvements so constructed or acquired and arrange for the housing of state agencies as space and facilities permit upon such terms and conditions and for such rentals as the authority division may determine.
- (B) Should there be any surplus space in a public building above the requirements of state agencies that can be feasibly housed in the building, the <u>authority division</u> may lease or rent the surplus space to individuals and organizations other than state agencies until it is needed by state agencies; and
- (4) Demolish, remove, and dispose of or salvage any buildings or other capital improvements as necessary for the construction and equipping of public buildings or capital improvements.

28 SECTION 30. Arkansas Code § 22-2-112 is amended to read as follows: 29 22-2-112. Schedule of supervision — Type two — Designated funds.

From the funds appropriated by the General Assembly to the Arkansas Building Authority Division of the Department of Finance and Administration for the construction or purchase of a particular building or capital improvement which is specifically designated to be purchased, constructed, or improved for a particular state agency, the authority division shall carry out the powers, authorities, and responsibilities in respect to that construction or purchase as designated in § 22-2-111. The authority division

- 1 shall review and approve architectural and engineering design plans and
- 2 construction plans to ensure compliance with minimum design and construction
- 3 standards and criteria promulgated by the Arkansas Director of the Department
- 4 of Finance and Administration with the advice of the Building Authority
- 5 Council pursuant to this chapter. The authority division shall negotiate all
- 6 contracts for architectural and engineering and construction services and
- 7 revisions and modifications to those contracts.

- 9 SECTION 31. Arkansas Code § 22-2-113 is amended to read as follows:
- 10 22-2-113. Schedule of supervision Type three All other cases.
- 11 (a) In all other cases, within or without Pulaski County, Arkansas,
- 12 when the construction of public buildings or capital improvements is
- 13 undertaken or is presently being undertaken or is authorized but not
- 14 presently under contract by or for a state agency, then the Arkansas Building
- 15 Authority <u>Division of the Department of Finance and Administration</u> shall
- 16 serve in a technical advisory capacity to advise an agency in relation to
- 17 that agency's capital improvement and to perform review and approval duties,
- 18 specifically including, but not limited to, the provision and performance of
- 19 the following services and duties:
- 20 (1) Consult with the agency as to the need for and the type,
- 21 cost, and design of the capital improvement;
- 22 (2) Assist the agency in reviewing architectural proposals and
- 23 advising the agency in the selection of persons to perform architectural and
- 24 engineering services, but the agency shall have the responsibility of
- 25 selecting those persons. However, nothing in this subdivision (a)(2) shall
- 26 affect the power and responsibility of the authority division to review and
- 27 approve architectural and engineering design plans and to negotiate contracts
- 28 for architects' and engineers' services as otherwise provided in this
- 29 section;
- 30 (3) Review and approve architectural and engineering plans and
- 31 designs to ensure compliance with minimum design and construction standards
- 32 and criteria promulgated by the Arkansas Director of the Department of
- 33 Finance and Administration with the advice of the Building Authority Council
- 34 pursuant to this chapter;
- 35 (4) As agent for the state agency, negotiate and approve any
- 36 contractual terms, relationships, or responsibilities for architectural and

l engineering services;

- 2 (5) Assist the state agency in receipt of bids for construction 3 contracts necessary for the capital improvement if bids are required by law;
- 4 (6) Advise and assist the agency in the selection of persons to perform construction services, but the agency shall have the responsibility of selecting the persons to perform the services. However, nothing in this subdivision (a)(6) shall affect the powers and responsibilities of the authority division consistent with subdivisions (a)(7) and (8) of this section;
 - (7) Review and approve construction plans so as to ensure compliance with minimum construction standards and criteria promulgated by the director with the advice of the council as provided in this chapter;
 - (8) As agent for the agency, negotiate and approve all construction contracts and revisions and modifications thereto necessary for the capital improvement;
 - (9) Assist and advise the state agency as to the operation, management, and maintenance of the capital improvement. However, the operation, management, and maintenance shall be in accordance with minimum standards as promulgated by the <u>director with the advice of the</u> council; <u>and</u>
 - (10) Otherwise take such action as may be necessary to carry out the policies, standards, criteria, and other rules and regulations as may be adopted or promulgated by the <u>director with the advice of the</u> council to implement the provisions of this chapter.
 - (b)(1) The boards of trustees of the University of Arkansas, Arkansas State University, University of Central Arkansas, Henderson State University, Arkansas Tech University, and Southern Arkansas University, respectively, are exempt from review, consultation, assistance, advice, and approval by the authority division for those items listed in subsection (a) of this section. Upon approval of the Department of Higher Education, the governing boards of all other public institutions of higher education shall be exempt from review and approval by the authority division for those items listed in subsection (a) of this section. Provided that prior to granting such approval, the department Department of Higher Education shall have reviewed and approved policies and procedures adopted by the governing board with respect to bidding and construction of capital improvement projects. Nothing in this subdivision (b)(1) shall prevent any of the foregoing institutions exempt

- 1 from review and approval of the $\frac{\text{division}}{\text{division}}$ from entering into an
- 2 agreement with the authority division to provide reviews and approval of all
- 3 items listed in subsection (a) of this section.
- 4 (2) However, any of the foregoing boards, which are exempt as set
- 5 forth in subdivision (b)(1) of this section and which do not enter into an
- 6 agreement with the authority division, shall adopt policies and procedures
- 7 involving the bidding and awarding of capital improvement contracts and shall
- 8 furnish such policies and procedures to the department Department of Higher
- 9 Education for its review and advice. It is the intention of this section that
- 10 any and all adopted policies and procedures pertaining to the bidding and
- 11 awarding of capital improvement contracts from public funds as stated herein
- 12 shall provide a uniformity among the foregoing institutions with respect to
- 13 the policies and procedures to be followed.

- SECTION 32. Arkansas Code § 22-2-114, as amended by Acts 2015, No. 879 is amended to read as follows:
- 17 22-2-114. Leasing responsibilities.
- 18 (a) It is the intent of the General Assembly that state agencies be
- 19 housed, whenever possible, in public buildings as soon as space and
- 20 facilities in public buildings are available and that the acquisition and
- 21 granting of leasehold interests in land be regulated and supervised by the
- 22 Arkansas Building Authority Division of the Department of Finance and
- 23 Administration. The authority division and all other state agencies are
- 24 authorized and directed to implement that intent as follows:
- 25 (1)(A) The authority division is given the authority and
- 26 responsibility to act as the leasing agent for all state agencies and
- 27 component parts thereof, acting either as lessor or lessee, and to act as the
- 28 agent for leasing space in all public buildings located in the State of
- 29 Arkansas.
- 30 (B) In addition, the authority division is given the
- 31 authority and responsibility to act as the leasing agent for any nonagency
- 32 state entity if requested in writing by a nonagency state entity to act in
- 33 that manner and if the responsibility for the services is accepted in writing
- 34 by the authority division.
- 35 (C)(i) After July 1, 1975, no state agency shall enter into
- 36 or renew or otherwise negotiate a lease between itself as lessor or lessee

- 1 and a nongovernmental or other government lessor or lessee.
- 2 (ii) The authority division shall determine the needs
- 3 of the state agency, locate appropriate rental space, and act as the agent
- 4 for the state agency in negotiating the lease for the rental space;
- 5 (2) All state agencies and component parts thereof, when
- 6 requested by the authority division, shall execute and enter into leases with
- 7 the authority division for the leasing or renting of space and facilities in
- 8 any public buildings. The leases may be upon such conditions, for such terms,
- 9 for such rentals, and may contain such other provisions as may be determined
- 10 by that the Arkansas Building Authority Council Department of Finance and
- 11 Administration and the state agency involved determine to be appropriate and
- 12 in the best interests of all concerned;
- 13 (3) Any state agency or component part thereof needing new or
- 14 additional space shall notify the authority division, and the authority
- 15 division shall prepare a lease for the space based upon the standards and
- 16 criteria as adopted by the council Director of the Department of Finance and
- 17 Administration with the advice of the Building Authority Council. If space is
- 18 available in a public building, the lease will be negotiated for placement in
- 19 the public building;
- 20 (4) If the Leasing Section of the authority Real Estate Services
- 21 <u>Section of the division</u> determines that adequate space is not available in
- 22 public buildings, it shall act as provided in subdivision (a)(1) of this
- 23 section to obtain adequate space from a privately owned facility;
- 24 (5)(A)(i) The <u>director with the advice of the</u> council shall adopt
- 25 standards and criteria for the leasing and utilization of space and the
- 26 allocation of space to state agencies.
- 27 (ii) These standards and criteria shall be used as a
- 28 basis for all planning, leasing of space, allocation of space to state
- 29 agencies, or advising state agencies on leasing considerations.
- 30 (iii) These standards and criteria shall include, but
- 31 not be limited to, equipment, work stations, private offices, conference
- 32 rooms, reception areas, general equipment, vaults, and the necessary space to
- 33 ensure adequate and effective circulation within and access to all state
- 34 agencies, including parking and traffic patterns.
- 35 (B) In cities and towns having a population of less than
- 36 twenty-five thousand (25,000) according to the last federal decennial census,

- 1 for those state agencies providing direct public access services, preference
- 2 shall be granted to lease space located in existing buildings in the central
- 3 business district, as defined by the locality's planning commission, or, in
- 4 the absence thereof, by the municipality's governing body, except in cases
- 5 where location within the central business district would impair or restrict
- 6 the intent of the services being provided to the public or the state's
- 7 proximity to other state or nongovernmental services or where rental rates
- 8 justify other locations;
- 9 (6) Leases as to office space, buildings, structures, parking
- 10 lots, and grounds from private individuals, firms, and corporations by state
- 11 agencies and component parts thereof shall be on a standard lease form
- 12 approved by the <u>director with the advice of the</u> council. The standard lease
- 13 form shall contain all terms and conditions deemed necessary based on the
- 14 type and purpose of the leased property. The director with the advice of the
- 15 council also shall adopt a standard lease form to be used by state agencies
- 16 when subleasing from the authority division. Both standard lease forms shall
- 17 be approved as to the legality of form and content by the Attorney General
- 18 before becoming a requirement; and
- 19 (7) The authority division shall obtain and maintain files of all
- 20 leases in existence from and after July 1, 1975, to which a state agency or
- 21 component part thereof is a party.
- 22 (b) All leases referred to in this section and all covenants and
- 23 agreements contained therein shall be binding in all respects upon the
- 24 parties thereto and their successors, and all the provisions thereof shall be
- 25 enforceable by mandamus and other remedies provided by law.
- 26 (c) This section shall not apply to the State Highway Commission, the
- 27 Arkansas State Highway and Transportation Department, or the Arkansas State
- 28 Game and Fish Commission.
- 29 (d) If acting as the leasing agency for a state agency as a lessee in
- 30 a private building, the authority division shall consult the Building and
- 31 Sites Database maintained by the Arkansas Economic Development Commission to
- 32 determine if there is a property available for lease that meets the practical
- 33 and financial needs and specifications of the state agency.

- 35 SECTION 33. Arkansas Code § 22-2-115(a) and (b), concerning lease-
- 36 purchase agreements, are amended to read as follows:

- 1 (a) For the express purpose of providing adequate office facilities, 2 the Arkansas Building Authority Council Director of the Department of Finance and Administration, acting as the primary lessor, is authorized to and with 3 4 the advice of the Building Authority Council, may enter into lease-purchase 5 agreements to obtain facilities for state agencies. Each lease-purchase 6 agreement shall contain a provision whereby the agreement shall be cancelled 7 at the close of each fiscal biennium, if necessary, if funds for the payment 8 of the rent under the lease-purchase agreement will not be available.
- 9 (b)(1) The council director shall make the final determination.

 10 regarding the location or construction of facilities with the advice:
 - (A) Advice of the council; and
 - (B) Advice and consent of the appropriate state agency, regarding the location or construction of facilities.
 - (2) All agreements and other matters concerning the buying, trading, selling, renting, renovating, or acquiring of any real or personal property as authorized by this section shall be matters of public record and available for public inspection.

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- SECTION 34. Arkansas Code § 22-2-116 is amended to read as follows: 20 22-2-116. Maintenance responsibilities generally.
 - (a) The Arkansas Building Authority <u>Division of the Department of</u>

 <u>Finance and Administration</u> shall provide for the management, maintenance, and operation of public buildings as may be required by the provisions and implementation of this chapter, or as may otherwise be required by law.
 - (b) The <u>authority division</u> may enter into agreements with agencies to provide for the management, maintenance, and operation of those public buildings which are not owned by the <u>authority</u> division.

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- SECTION 35. Arkansas Code § 22-2-117(a) and (b), concerning maintenance responsibilities in the Capitol Zoning District, are amended to read as follows:
- 32 (a) As to all presently existing public buildings and capital
 33 improvements within the Capitol Zoning District, as zoned by § 22-3-302(a),
 34 any person or entity responsible for the custody, management, maintenance,
 35 repair, operation, or landscaping of such public buildings and capital
 36 improvements and their grounds shall be accountable to the Arkansas Building

- 1 Authority Division of the Department of Finance and Administration as
- 2 follows:
- 3 (1) The authority division shall approve all plans and
- 4 expenditures for alterations, repairs, maintenance, operation, management,
- 5 landscaping, and provisions of utilities of and for the buildings,
- 6 improvements, and grounds;
- 7 (2) The authority division shall establish and enforce minimum
- 8 standards and criteria for the maintenance, management, and operation of the
- 9 buildings, improvements, and grounds, including the establishment of
- 10 maintenance schedules; and
- 11 (3) The authority division shall approve the purchase or rental
- 12 of equipment and supplies for use in the management, maintenance, operation,
- 13 repair, and landscaping of the buildings, improvements, and grounds.
- 14 (b) The Secretary of State shall remain as custodian of the State
- 15 Capitol Building and the grounds immediately surrounding the State Capitol
- 16 Building upon which the State Capitol Building is located. The Secretary of
- 17 State, except as may otherwise be provided by law, shall have full
- 18 responsibility for the maintenance, management, and operation of the building
- 19 and its grounds, including the grounds commonly known as the "Mall Area" to
- 20 the west of the State Capitol Building and the Capitol Hill Building and
- 21 adjacent parking areas thereto. The Secretary of State shall not be
- 22 accountable to the authority division for such maintenance, management, and
- 23 operation.

- 25 SECTION 36. Arkansas Code § 22-2-118 is amended to read as follows:
- 26 22-2-118. Plans, specifications, and estimates of costs.
- 27 The Arkansas Building Authority Division of the Department of Finance
- 28 and Administration is authorized to employ, except as limited by § 22-2-
- 29 108(9), such persons as may be necessary to prepare plans, specifications,
- 30 and estimates of costs for capital improvements which, under the provisions
- 31 of this chapter, are the responsibility of the authority division.

- 33 SECTION 37. Arkansas Code § 22-2-120 is amended to read as follows:
- 34 22-2-120. Exemption from statutes concerning Capitol Zoning District.
- 35 (a) The construction, acquisition, management, maintenance, or
- 36 operation of capital improvements and public buildings by the Arkansas

1 Building Authority Division of the Department of Finance and Administration 2 under this chapter is declared to be exempt from the operation and implementation of the provisions of $\S\S 22-3-301 - 22-3-311$. 3 4 (b) The Arkansas Director of the Department of Finance and 5 Administration with the advice of the Building Authority Council shall 6 endeavor to cooperate with the Capitol Zoning District Commission so as to 7 establish coordinated physical development in the State Capitol area and to 8 promote the uniform and appropriate regulation and development of the State 9 Capitol area. 10 11 SECTION 38. Arkansas Code § 22-2-121 is amended to read as follows: 12 22-2-121. Real estate compilation. 13 (a) The Arkansas Building Authority Division of the Department of 14 Finance and Administration shall: 15 (1) Perform a compilation of all real property owned by state 16 agencies, including boards, commissions, and institutions of higher 17 education, the Arkansas State Game and Fish Commission, the Arkansas State 18 Highway and Transportation Department, and the State Highway Commission; 19 (2) Create a database that shall include a description of each piece of real property owned; and 20 21 (3) Maintain the database with current information. 22 (b) The initial compilation of all real property shall be completed by 23 January 1, 2002. 24 (c) All state agencies identified in subdivision (a)(1) of this section 25 shall provide the necessary information to the authority division. 26 (d) The authority division, in accordance with the Arkansas 27 Administrative Procedure Act, § 25-15-201 et seq., may adopt rules and 28 regulations necessary to administer the provisions of this section. 29 30 SECTION 39. Arkansas Code § 22-3-405(b) and (c), concerning the 31 Capitol Parking Control Committee, are amended to read as follows: 32 (b) The committee shall be composed of three (3) members, as follows: 33 (1) The Secretary of State or a designee; 34 (2) The Director of the Arkansas Building Authority Department of 35 Finance and Administration or a his or her designee; and

(3) A state employee designated by the Secretary of State who is

- employed on the State Capitol grounds in a position of administrator or higher by an agency or office other than that of the Secretary of State or of the <u>authority</u> <u>Building Authority Division of the Department of Finance and</u>
- 5 (c) The Secretary of State shall be the chair of the committee, and the 6 Director of the Arkansas Building Authority Department of Finance and 7 Administration or his or her designee shall serve as secretary.

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9 SECTION 40. Arkansas Code § 22-3-406 is amended to read as follows: 10 22-3-406. Capitol Parking Control Committee — Powers and duties.

Upon the passage of this subchapter, the Capitol Parking Control Committee shall proceed to study the traffic conditions on the drives of the State Capitol grounds and shall make a study of the existing and anticipated needs for parking space on the State Capitol grounds and other parking lots and drives leased by or in the custody of the Secretary of State or the Arkansas Building Authority Division of the Department of Finance and Administration. Upon completion of the study, the committee shall establish rules and regulations and shall amend or change them from time to time as deemed necessary in the following manner:

- (1) Establish maximum speed limits for motor vehicles traveling upon the regulated streets and drives;
 - (2) Direct the flow of traffic on the regulated streets and drives;
- (3) Prohibit the parking, during normal business hours, of motor vehicles on the regulated streets and drives;
- (4) Establish or assign parking spaces that shall be available for use as designated by the various offices or persons working in the State Capitol Building or in any of the other buildings on the State Capitol grounds and regulate parking by elected officials in the spaces set aside for that purpose; and
- (5) Do all other things reasonable and necessary to properly regulate and control the flow of traffic on the State Capitol grounds and to provide parking facilities for use by the public on the grounds.

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SECTION 41. Arkansas Code § 22-3-905 is amended to read as follows:

22-3-905. Duties and powers of Arkansas Building Authority Division of the Department of Finance and Administration generally.

1	It shall be the function, power, and duty of the Arkansas Building
2	Authority Division of the Department of Finance and Administration to:
3	(1) Equip the Arkansas Justice Building and any extensions
4	thereof;
5	(2) Have exclusive jurisdiction over the operation of the
6	building, including, without limiting the generality of this grant, the
7	execution of lease agreements covering the leasing of space in the building
8	in such form, for such terms, with such provisions, for such amounts, and
9	with such parties, including, but not limited to, state agencies, as the
10	authority division shall determine;
11	(3) Purchase, lease, or rent any corporeal or personal property;
12	(4) Receive bequests or donations of any real, corporeal, or
13	personal property;
14	(5) Sell, barter, lease, or rent any real, corporeal, or personal
15	property, or convert into money any property which cannot be used in the form
16	received;
17	(6) Establish accounts in one (1) or more banks, and thereafter,
18	from time to time, make deposits in and withdrawals from those accounts;
19	(7) Contract and be contracted with; and
20	(8) Take such other action, not inconsistent with law, as it may
21	deem necessary or desirable to carry out the intent and purposes of this
22	subchapter.
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24	SECTION 42. Arkansas Code § 22-3-906 is amended to read as follows:
25	22-3-906. Director of Arkansas Building Authority the Department of
26	Finance and Administration.
27	(a) The Director of the Arkansas Building Authority Department of
28	Finance and Administration shall be the custodian of all property held in the
29	name of the authority Building Authority Division of the Department of
30	Finance and Administration, shall be its disbursing agent and executive
31	officer, and shall administer the provisions of this subchapter and the
32	rules, regulations, and orders established thereunder.

director any of the powers or duties vested in or imposed upon it by this

subchapter. Until the resolution shall subsequently have been modified or

rescinded, the delegated powers and duties may be exercised by the director

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(b) The authority may, by resolution duly adopted, delegate to the

- in the name of the authority.
- 2 (e) The director, subject to the approval of the authority, shall 3 employ such assistants and other personnel as are, in his or her opinion, 4 necessary to properly administer the provisions of this subchapter.
 - $\frac{(d)(1)}{(c)(1)}$ The director shall furnish bond to the state, with a corporate surety thereon, in the penal sum of twenty-five thousand dollars (\$25,000), conditioned that he or she will faithfully perform his or her duties and properly account for all funds received and disbursed by him or her.
 - (2) An additional disbursing agent's bond shall not be required of the director, and the bond so furnished shall be filed in the office of the Secretary of State, and an executed counterpart thereof shall be filed with the Auditor of State.
- 14 (3) The premium on the bond shall be a proper charge against the 15 funds under the control of the authority director.

SECTION 43. Arkansas Code § 22-3-907 is amended to read as follows:

22-3-907. Financing authority of Arkansas Building Authority Division
of the Department of Finance and Administration.

The Arkansas Building Authority Division of the Department of Finance and Administration is authorized and empowered to enter into the necessary contracts for the borrowing of all funds that it determines will be required in connection with the financing of the Arkansas Justice Building or the construction of extensions, additions, or improvements thereto. The cost of construction may include architectural, engineering, legal, and other similar expenses.

SECTION 44. Arkansas Code § 22-3-916 is amended to read as follows: 22-3-916. Audit of accounts — Reports.

The agency of the state authorized by law to audit the records and accounts of the various state agencies is authorized and directed to audit the records and accounts of the Arkansas Building Authority Division of the Department of Finance and Administration and to furnish a copy of the report thereof to the authority division and to the trustee for the bondholders.

SECTION 45. Arkansas Code § 22-3-917(a), concerning employment of an

- l architect by the Arkansas Building Authority, is amended to read as follows:
- 2 22-3-917. Employment of architect Fees.
- 3 (a)(1) The Arkansas Building Authority <u>Division of the Department of</u>
- 4 Finance and Administration may employ an architect to prepare plans,
- 5 specifications, and estimates of cost for the construction of the Arkansas
- 6 Justice Building and to supervise and inspect the construction.
- 7 (2) The authority division and the architect shall consult with
- 8 the members of the Supreme Court concerning the plans and specifications for
- 9 the construction.

- 11 SECTION 46. Arkansas Code § 22-3-918 is amended to read as follows:
- 12 22-3-918. Notice for bids for construction Bonds Execution of
- 13 contracts.
- 14 (a)(1) After the Arkansas Building Authority Division of the Department
- 15 of Finance and Administration has approved the plans and specifications
- 16 prepared by the architect, it shall proceed to advertise for bids for the
- 17 construction of the Arkansas Justice Building.
- 18 (2) The notice shall be published one (1) time each week for not
- 19 less than three (3) consecutive weeks in one (1) or more newspapers of
- 20 general circulation published in the City of Little Rock, and in such other
- 21 newspapers and trade or construction journals as may, in the opinion of the
- 22 authority division, be desirable.
- 23 (3) The notice shall provide for the receipt of sealed bids,
- 24 shall set forth the time and place at which the bids will be received, shall
- 25 give the name and address of the architect from whom copies of plans,
- 26 specifications, and drafts of the proposed contract to be entered into with
- 27 the successful bidder may be obtained, and shall contain any other
- 28 information and requirements as, in the opinion of the authority division,
- 29 may be necessary or desirable.
- 30 (b)(1) On the date and time fixed in the notice, the authority
- 31 <u>division</u> shall open, tabulate, and compare the bids and shall award the
- 32 contract to the lowest responsible bidder.
- 33 (2) The authority division shall have the right to reject any or
- 34 all bids.
- 35 (c) The successful bidder shall be required to furnish bonds to the
- 36 State of Arkansas for the use and benefit of the authority division, with a

- 1 corporate guaranty of indemnity sureties thereon. Bond shall be both for the
- 2 completion of the construction free of all liens and encumbrances in an
- 3 amount fixed by the authority division and for the protection of the
- 4 authority division and its members against all liability for injury to person
- 5 or damage to or loss of property arising or claimed to have arisen in the
- 6 course of the construction, within limits fixed by the commission division.
- 7 (d) The chairman and secretary, acting on behalf of the authority,
- 8 <u>Director of the Department of Finance and Administration</u> shall execute all
- 9 contracts awarded by the authority division.

- 11 SECTION 47. Arkansas Code § 22-3-923 is amended to read as follows:
- 12 22-3-923. Allocation of space.
- 13 (a)(1) It is found and determined by the General Assembly that:
- 14 (A) The Arkansas Justice Building was constructed primarily
- 15 to house the higher appellate courts and that other agencies were permitted
- 16 to occupy portions of the building only because the space was not needed by
- 17 the courts at that time;
- 18 (B) Since construction of the building, the electors of the
- 19 state authorized the establishment of a new appellate court, the Court of
- 20 Appeals;
- 21 (C) The Court of Appeals is in urgent need of additional
- 22 space in the Arkansas Justice Building in order to perform its
- 23 responsibilities; and
- 24 (D) It is essential that the additional space to be
- 25 provided the Court of Appeals is contiguous to the space now assigned to that
- 26 court.
- 27 (2) Furthermore, it is the purpose and intent of this section to
- 28 establish specific priorities for use of space in the Arkansas Justice
- 29 Building and to specifically authorize the Arkansas Building Authority
- 30 <u>Division of the Department of Finance and Administration</u> to allocate space in
- 31 the Arkansas Justice Building in accordance with those priorities to assure
- 32 that the appellate courts and the services and facilities essential to the
- 33 effective and efficient operation of the courts, such as library facilities,
- 34 are given first priority in the use of space in the building.
- 35 (b)(1) Space in the Arkansas Justice Building shall be allocated by the
- 36 authority division, after seeking the advice of the Joint Interim Committee

- on Legislative Facilities, to the following courts, library, and offices in the order of priority listed:
- 3 (A) The Supreme Court;
- 4 (B) The Court of Appeals;
 - (C) The Clerk of the Supreme Court;
- 6 (D) The Supreme Court Library; and
- 7 (E) The Administrative Office of the Courts.
- 8 (2) The space requirements of each court, library, or office 9 listed in this subsection must be adequately met before any space is
- allocated to any other office or agency.
- 11 (c) If the space requirements of the courts, library, and offices
- 12 listed in subsection (b) of this section are adequately met, the authority
- 13 division, after seeking the advice of the Joint Interim Committee on
- 14 Legislative Facilities, may allocate any additional space to any other
- 15 offices or agencies it deems appropriate.
- 16 (d) The authority division shall allocate space in accordance with the
- 17 priorities prescribed in this section as soon as practicable after April 3,
- 18 1985, in order that the additional space allocated to the courts, library,
- 19 and offices enumerated in this section shall be available on or before July
- 20 1, 1985.

- 21 (e)(1) The provisions of $\S 22-3-901 22-3-918$ and the covenants and
- 22 obligations of the authority division entered into in connection with the
- 23 issuance of bonds under $\S\S$ 22-3-901 22-3-918 are ratified and confirmed.
- 24 (2) Nothing in this section is intended or shall be interpreted
- 25 to alter the amounts of, due dates for, or obligors of lease rentals payable
- 26 pursuant to leases entered into between the authority division and any lessee
- 27 identified in $\S\S$ 22-3-901 22-3-918 or any successor thereto, or to alter
- 28 the handling, deposit, or application of the lease rentals.

- 30 SECTION 48. Arkansas Code § 22-3-1404 is amended to read as follows:
- 31 22-3-1404. Powers.
- In addition to the purposes, powers, and authority set forth elsewhere
- 33 in this subchapter or in other laws, Arkansas the Building Authority is
- 34 hereby authorized and empowered to Division of the Department of Finance and
- 35 Administration may:
- 36 (1) Acquire, construct, and equip buildings or by purchase,

- exchange, barter, gift, long-term lease, or other means, buildings and facilities to house state agencies;
- 3 (2) Exercise the power of eminent domain within Pulaski County
 4 only for the purpose of acquiring buildings and facilities and to otherwise
 5 carry out the purposes and intent of this subchapter, with such power to be
 6 exercised in the manner provided in § 22-2-109;
- 7 (3) Provide for the housing of state agencies in the buildings
 8 and facilities so acquired or constructed to the extent that space and
 9 facilities are available for such purpose, under such terms and conditions,
 10 and for such rentals and charges, as Arkansas Building Authority may
 11 determine the division determines;
- 12 (4) Acquire, construct, or cause to be constructed parking 13 facilities, storage facilities, warehouses, garages, and other ancillary and 14 related facilities to serve the facility;
 - (5) Purchase, lease, or rent and receive bequests or donations of or otherwise acquire, sell, trade, or barter any property, real, personal, or mixed, and convert such property into money or other property;
 - (6) Contract and be contracted with;
 - (7) Apply for, receive, accept, and use any moneys and property from the United States Government, any agency, state, governmental body, political subdivision, public or private organization or corporation of any nature, or any individual; and
 - (8) Take such other actions not inconsistent with law as may be necessary or desirable to carry out the powers, purposes, and authority as set forth in this section in accordance with the duly promulgated policies promulgated by the Director of the Department of Finance and Administration with the advice of the Arkansas Building Authority Council.

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29 SECTION 49. Arkansas Code § 22-3-1405 is amended to read as follows: 30 22-3-1405. Duties.

In addition to the purposes, powers, and authority set forth elsewhere in this subchapter or in other laws, in connection with the construction and equipping of buildings and facilities in Little Rock, Arkansas, to house state agencies, the Arkansas Building Authority is hereby authorized to Division of the Department of Finance and Administration may:

(1) Obtain the necessary funds for accomplishing the purposes set

- 1 forth in this subchapter from any source or sources, including, without
- 2 limitation, the proceeds of revenue bonds or lease financings as authorized
- 3 herein, and other funds as may be appropriated or may be available therefor;
- 4 and
- 5 (2) Contract and be contracted with; and
- 6 (3) Invest and reinvest any of the proceeds of such revenue bonds
 7 as provided in such authorizing resolution or trust indenture, hereinafter
 8 authorized; and
 - (4) Take such other actions not inconsistent with law as may be necessary or desirable to carry out the powers, purposes, and authority set forth herein, in accordance with the <u>duly promulgated</u> policies <u>promulgated</u> by the <u>Director of the Department of Finance and Administration with the advice</u> of the <u>Arkansas</u> Building Authority Council as authorized by law.

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- SECTION 50. Arkansas Code § 22-3-1415 is amended to read as follows: 22-3-1415. Supervision and management of buildings and facilities.
- (a) Arkansas The Building Authority is hereby authorized to Division of
 the Department of Finance and Administration may supervise and manage
 buildings and other facilities constructed pursuant to the authority granted
 in this subchapter and to manage, maintain, and repair those buildings and
 facilities to provide rental space to be made available for the housing of
 state agencies, departments, boards, commissions, and institutions, or other
 tenants at such rental rates as deemed necessary:
 - (1) To provide sufficient funds to enable the Arkansas

 Development Finance Authority to meet, when due, the payment of the principal
 of, interest on, and trustees' and paying agents' fees in connection with all
 bonds issued under this subchapter;
 - (2) To enable Arkansas Development Finance Authority to establish and maintain such reserves and other financial obligations in regard to the bonds issued under the provisions of this subchapter, as shall be set forth in any authorizing resolution or trust indenture utilized for that purpose; and
- 33 (3) To pay the costs of utilities, insurance, janitorial supplies 34 and services, building maintenance, upkeep, repair, and remodeling as deemed 35 necessary, including the accumulation of reserves deemed necessary for such 36 purposes as authorized under the provisions of this subchapter, and, in

- connection therewith, Arkansas Building Authority the division may establish one (1) or more accounts in one (1) or more banks authorized to do business in this state to accomplish those purposes.
 - (b) Arkansas Building Authority is hereby authorized to $\underline{\text{The division}}$ $\underline{\text{may}}$ hire legal counsel of its choice to assist in the administration of this subchapter.

- 8 SECTION 51. Arkansas Code § 22-3-1505 is amended to read as follows: 9 22-3-1505. Funding.
- (a)(1) The Arkansas Building Authority Division of the Department of Finance and Administration is authorized and empowered to obtain the necessary funds for accomplishing its powers, purposes, and authority from any source or sources necessary and consistent with this subchapter, including, without limitation, contracting with the Arkansas Development Finance Authority to provide for the issuance of bonds by the Arkansas Development Finance Authority in accordance with the State Agencies Facilities Acquisition Act of 1991, § 22-3-1401 et seq.
 - (A) For the purpose of securing bonds issued pursuant to the State Agencies Facilities Acquisition Act of 1991, § 22-3-1401 et seq., the Arkansas Building Authority division is authorized hereby to grant to the Arkansas Development Finance Authority, on behalf of the State of Arkansas, one (1) or more leasehold interests, each of which shall be for a term not to exceed fifty (50) years from the date of the grant, in a part of the State Capitol grounds as shall be determined by the Arkansas Building Authority division to be a suitable site for the location of parking facilities.
 - (B) Any leasehold interest granted to the Arkansas

 Development Finance Authority may be assigned or mortgaged from time to time
 by the Arkansas Development Finance Authority to secure bonds of the Arkansas

 Development Finance Authority for the construction, extension, renovation, or
 repair of parking facilities, but any assignment or mortgage shall include in
 each case a provision that the assignment or mortgage shall terminate upon
 full and final payment of the particular bonds secured thereby and the
 discharge of the obligations of the Arkansas Development Finance Authority or
 of the Arkansas Building Authority division related to the bonds secured
 thereby.
 - (C) Any leasehold interest granted also may include any

- easements over, above, or below the State Capitol grounds for vehicular or utility access to and from the parking facilities as the Arkansas Building

 Authority division shall determine to be necessary.
- 4 (3) In the event of a default on any bonds, the assignee of the leasehold interest securing the bonds may occupy and control the parking facilities related thereto for the term of the leasehold interest and may impose fees, charges, licenses, or rents as it may determine without obtaining the approval of any agency or instrumentality of the State of Arkansas.

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- (b) All fees, charges, licenses, rents, or other income of any nature derived from the operation of the parking facilities, or provided for that purpose to the Arkansas Building Authority division from whatever source, are hereby specifically declared to be cash funds restricted in their use and are dedicated and shall be used solely as provided and authorized in this subchapter.
- 16 (c)(1) Commencing on the first of the month following the first 17 issuance of the bonds of the Arkansas Development Finance Authority pursuant 18 to the State Agencies Facilities Acquisition Act of 1991, § 22-3-1401 et 19 seq., and for so long as any of the bonds are outstanding for the purposes 20 authorized by this subchapter, the revenues shall not be deposited into the 21 State Treasury and shall not be subject to legislative appropriation but, as 22 and when received by the Arkansas Building Authority division, the Arkansas 23 Development Finance Authority or a trustee or agent acting on behalf of 24 either the Arkansas Building Authority division or the Arkansas Development 25 Finance Authority, as the case may be, shall be deposited in a bank or banks 26 selected by the Arkansas Building Authority the division to the credit of a 27 fund designated as the "Arkansas Building Authority Division Parking 28 Facilities Revenue Bond Fund", with appropriate accounts therein for separate bond issues or series, where applicable. 29
- (2) Notwithstanding any other provision of law, moneys in the
 fund may be pledged from time to time to secure the payment of bonds of the
 Arkansas Development Finance Authority issued to finance the parking
 facilities and may be deposited and invested by or on behalf of Arkansas

 Building Authority division in the manner as may be directed or required by a
 bond resolution or trust indenture related to any bond financing of the
 Arkansas Development Finance Authority.

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2	SECTION 52. Arkansas Code § 22-3-1901 is amended to read as follows:
3	22-3-1901. Sustainable Building Design Program for State Agencies.
4	There is created the Sustainable Building Design Program for State
5	Agencies to be administered by the $\frac{Arkansas}{Arkansas}$ Building Authority $\frac{Division\ of}{Arkansas}$
6	the Department of Finance and Administration.
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8	SECTION 53. Arkansas Code § 22-3-1902 is amended to read as follows:
9	22-3-1902. Rules.
10	(a) The Arkansas Building Authority Director of the Department of
11	Finance and Administration with the advice of the Building Authority Council
12	shall promulgate rules for the implementation of the Sustainable Building
13	Design Program for State Agencies.
14	(b) The rules shall include without limitation:
15	(1) Application forms;
16	(2) Origination fees, if any;
17	(3) Eligibility requirements;
18	(4) Review standards; and
19	(5) Loan requirements.
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21	SECTION 54. Arkansas Code § 22-3-1903 is amended to read as follows:
22	22-3-1903. Loans.
23	(a) Under the Sustainable Building Design Program for State Agencies,
24	the Arkansas Building Authority <u>Division of the Department of Finance and</u>
25	Administration may authorize money to be loaned from the Sustainable Building
26	Design Revolving Loan Fund to a state agency, board, or commission.
27	(b) A loan made under subsection (a) of this section shall be:
28	(1) For a renovation of state-owned property; and
29	(2) In an amount that exceeds two hundred fifty thousand dollars
30	(\$250,000).
31	(c)(l) The authority division shall credit an origination fee to the
32	Arkansas Building Authority <u>Division</u> Maintenance Fund for expenses associated
33	with the administration of the program.
34	(2) The term for repayment of the loan may not exceed ten (10)
35	years.

- 1 SECTION 55. Arkansas Code § 22-9-204(c)(2), concerning subcontractors 2 exceeding fifty thousand dollars (\$50,000), as amended by Acts 2015, No. 1048, is amended to read as follows: 3 4 (2) In the event that one (1) or more of the subcontractors named 5 by the prime contractor in his or her successful bid thereafter refuses to 6 perform his or her contract or offered contract, the prime contractor may 7 substitute another subcontractor licensed by the board after having obtained 8 prior approval from the architect or engineer and the owner. Additional 9 approval must be obtained from the Arkansas Building Authority Division of the Department of Finance and Administration for capital improvement projects 10 11 under its jurisdiction. 12 SECTION 56. Arkansas Code § 22-9-208(a)(3), concerning renovation of 13 14 historic sites, is amended to read as follows: 15 (3) The procedures provided in subdivision (a)(2) of this section 16 should be applicable for specific projects only after review and approval by 17 the Chief Fiscal Officer of the State, the Arkansas Building Authority 18 Council, and the Legislative Council. Provided, however, projects undertaken 19 by public institutions of higher education exempt from review and approval of 20 Arkansas Building Authority Division of the Department of Finance and 21 Administration shall not require review and approval by the Arkansas Director 22 of the Department of Finance and Administration or the Building Authority 23 Council. 24 25 SECTION 57. Arkansas Code § 22-9-213 is amended to read as follows: 26 22-9-213. Exemption of state projects from local regulation. 27 Public works construction projects conducted by Arkansas the Building Authority Division of the Department of Finance and Administration or other 28 29 state agencies are exempt from permit fees or inspection requirements of 30 county or municipal ordinances. 31 32 SECTION 58. Arkansas Code § 23-46-202(b), concerning offices of the 33 State Bank Department, is amended to read as follows: 34 (b) The department State Bank Department is authorized and empowered to
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obtain the necessary funds to accomplish the purposes stated in subsection

(a) of this section from any source or sources necessary, including without

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1 limitation contracting with the Arkansas Building Authority Division of the 2 Department of Finance and Administration or the Arkansas Development Finance 3 Authority to provide for the issuance of bonds under the State Agencies 4 Facilities Acquisition Act of 1991, § 22-3-1401 et seq., or the Arkansas 5 Development Finance Authority Act, § 15-5-101 et seq., § 15-5-201 et seq., 6 and § 15-5-301 et seq. 7 8 SECTION 59. Arkansas Code § 25-1-302(a)(20), concerning the 9 prohibition of members of the General Assembly from holding office on the 10 Arkansas Building Authority Council, is amended to read as follows: 11 (20) Arkansas Building Authority Council, § 22-2-106; 12 13 SECTION 60. Arkansas Code § 25-16-903(52), concerning authorization 14 for stipends for members of the Arkansas Building Authority Council, is 15 amended to read as follows: 16 (52) Arkansas Building Authority Council; 17 18 SECTION 61. Arkansas Code § 25-30-205 is amended to read as follows: 19 25-30-205. Office facilities. 20 The Arkansas Building Authority Division of the Department of Finance 21 and Administration shall ensure that all offices of the Arkansas 22 Rehabilitation Services of the Department of Career Education are exemplary 23 models of accessibility and conform to the Americans with Disabilities Act, 24 42 U.S.C. § 12101 et seq., accessibility guidelines. 25 26 SECTION 62. DO NOT CODIFY. Transfer of the Arkansas Science and 27 Technology Authority. (a)(1) The Arkansas Science and Technology Authority is transferred to 28 29 the Arkansas Economic Development Commission by a type 2 transfer under § 25-30 2-105. 31 (2) For the purposes of this act, the commission is the 32 principal department under Acts 1971, No. 38. 33 (b) The statutory authority, powers, duties, functions, records, 34 personnel, property, unexpended balances of appropriations, allocations, and other funds, including the functions of budgeting or purchasing, of the 35

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authority are transferred to the commission, except as specified in this act.

1	(c) The prescribed powers, duties, and functions, including rulemaking,
2	regulation, and licensing; promulgation of rules, rates, regulations, and
3	standards; and the rendering of findings, orders, and adjudication of the
4	authority are transferred to the executive director of the commission, except
5	as specified in this act.
6	(d) The members of the Board of Directors of the Arkansas Science and
7	Technology Authority, and their successors, shall continue to be selected in
8	the manner and serve for the terms provided by the statutes applicable to the
9	board except as specified in this act.
10	
11	SECTION 63. Arkansas Code § 4-113-103(b), concerning making grants for
12	Connect Arkansas, is amended to read as follows:
13	(b) The Governor, and with the consent of the Governor, the Arkansas
14	Economic Development Commission, the Arkansas Science and Technology
15	Authority, and any other state entity may make grants available for the
16	purpose of supporting Connect Arkansas.
17	
18	SECTION 64. Arkansas Code § 4-113-104(b)(5), concerning membership of
19	the Arkansas Broadband Council, is amended to read as follows:
20	(5) The President of the Arkansas Science and Technology
21	Authority Executive Director of the Arkansas Economic Development Commission
22	or his or her designee who shall serve as an ex officio member of the
23	council.
24	
25	SECTION 65. Arkansas Code § 6-1-301(b)(5), concerning membership of
26	the Arkansas Commission for Coordination of Educational Efforts, is amended
27	to read as follows:
28	(5) The <u>Executive</u> Director of the Arkansas Economic Development
29	Commission or his or her designee;
30	
31	SECTION 66. Arkansas Code § 6-1-301(b)(7), concerning membership of
32	the Arkansas Commission for Coordination of Educational Efforts, is repealed.
33	(7) The President of the Arkansas Science and Technology
34	Authority;
35	
36	SECTION 67. Arkansas Code § 6-5-1102(b), concerning membership of the

1	Council on Postsecondary Education and Career Readiness, is amended to read
2	as follows:
3	(b) The council shall consist of twelve (12) eleven (11) members as
4	follows:
5	(1) The Commissioner of Education or his or her designee;
6	(2) The Director of the Department of Higher Education or his or
7	her designee;
8	(3) The Director of the Department of Career Education or his or
9	her designee;
10	(4) The <u>Executive</u> Director of the Arkansas Economic Development
11	Commission or his or her designee;
12	(5) The President of the Arkansas Science and Technology
13	Authority or his or her designee;
14	(6) The Director of the Department of Workforce Services or his
15	or her designee;
16	(7)(6) A president or chancellor of an Arkansas four-year
17	institution of higher education or his or her designee, appointed annually by
18	the Director of the Department of Higher Education;
19	(8)(7) The Executive Director of the Arkansas Association of
20	Educational Administrators or his or her designee;
21	(9)(8) The Executive Director of the Arkansas Association of Two-
22	Year Colleges or his or her designee;
23	(10)(9) The Executive Director of the Arkansas Education
24	Association or his or her designee;
25	(11)(10) The Executive Director of the Arkansas School Boards
26	Association or his or her designee; and
27	(12)(11) The President of the Arkansas State Chamber of Commerce
28	and the Associated Industries of Arkansas or his or her designee.
29	
30	SECTION 68. Arkansas Code § 6-16-139(b)(1)(A), concerning the
31	development of knowledge-based technology curriculum, is amended to read as
32	follows:
33	(b)(1)(A) In order to further the intent of this section, the Arkansas

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Division of Science and Technology of the Arkansas Economic Development

Development Commission, with the advice of the Board of Directors of the

<u>Division of Science and Technology Authority of the Arkansas Economic</u>

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1	Commission, shall develop a knowledge-based technology curriculum for use in
2	grades seven through twelve (7-12).
3	
4	SECTION 69. Arkansas Code § 6-42-303(b)(3)(A)(iii), concerning the
5	membership of the Board of Visitors for the Arkansas School for the
6	Mathematics, Sciences, and the Arts is amended to read as follows:
7	(iii) The President of the Arkansas Science and
8	Technology Authority Executive Director of the Arkansas Economic Development
9	Commission or his or her designee;
10	
11	SECTION 70. Arkansas Code § 6-46-501 is amended to read as follows:
12	6-46-501. Technical assistance.
13	The Department of Career Education, the Department of Higher Education,
14	the Arkansas Economic Development Council, and the Arkansas Science and
15	Technology Authority Economic Development Commission shall provide technical
16	assistance to the Arkansas High Technology Training Center.
17	
18	SECTION 71. Arkansas Code § 6-47-305(c)(6), as amended by Acts 2015,
19	No. 1159, Section 1, concerning the membership of the Distance Learning
20	Coordinating Council, is amended to read as follows:
21	(5) One (1) member who is an employee of the Arkansas Division of
22	Science and Technology Authority of the Arkansas Economic <u>Development</u>
23	$\underline{\text{Commission}}$ appointed by the $\underline{\text{President of the Arkansas Science}}$
24	Authority Executive Director of the Arkansas Economic Development Commission;
25	
26	SECTION 72. Arkansas Code § 6-61-129(d), concerning applications to
27	become centers for excellence, is amended to read as follows:
28	(d)(1) Two (2) representatives of the Department of Higher Education as
29	designated by the Director of the Department of Higher Education, and one (1)
30	representative each of the Arkansas Economic Development Commission and the
31	Arkansas Science and Technology Authority shall meet as needed to review
32	applications jointly.
33	(2) The Department of Higher Education, and the Arkansas Economic
34	Development Commission, and the Arkansas Science and Technology Authority
35	shall jointly make a recommendation to the board regarding which institutions
36	shall be acknowledged as centers of excellence in a particular program or

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    field of study based on factors, including, but not limited to:
 2
                       (A) Number, type, and demand for related jobs;
 3
                       (B) Quality of related instructional or research programs,
4
    or both;
 5
                       (C) Availability of faculty;
 6
                       (D) Student accessibility;
7
                       (E) Feasibility of expected program cost; and
8
                       (F) Research capability.
9
10
           SECTION 73. Arkansas Code § 6-61-1502(b), concerning membership of the
11
    Electrical Energy Advancement Program Fund Board, is amended to read as
12
     follows:
13
           (b) The board is composed of sixteen (16) fifteen (15) members as
14
     follows:
15
                 (1)(A) The executive director of the University of Arkansas,
16
    Fayetteville, National Center for Reliable Electric Power Transmission or the
17
    director's designee, who shall serve as chair of the board and represent the
18
    University of Arkansas, Fayetteville.
19
                       (B) The chair shall be a regular voting member with one (1)
20
    vote;
21
                 (2) Seven (7) of the members from the private electrical energy
22
    sector;
23
                 (3) Three (3) of the members from the United States Department of
24
    Energy national laboratories;
25
                 (4) The president of the Arkansas Science and Technology
26
    Authority or the president's designee;
27
                 (5) One (1) member who is designated by Arkansas State
28
    University;
29
                 (6) (5) One (1) member who is designated by the University of
30
    Arkansas, Little Rock;
31
                 (7)(6) The executive director of the Arkansas Economic
32
    Development Commission or the executive director's designee; and
33
                 (8) (7) One (1) member who is designated by the Arkansas Public
34
    Service Commission.
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SECTION 74. Arkansas Code § 10-3-1707(c), concerning agencies

1	assisting the Joint Committee on Advanced Communications and Information
2	Technology, is amended to read as follows:
3	(c) All other appropriate state agencies, including, but not limited
4	to, the Department of Information Systems, the Arkansas Science and
5	Technology Authority Economic Development Commission, and public colleges and
6	universities in the State of Arkansas, shall be available to assist the
7	committee on advanced communications and information technology matters as
8	may be requested by the Joint Committee on Advanced Communications and
9	Information Technology.
10	
11	SECTION 75. Arkansas Code § 10-3-2504(a)(3), concerning the membership
12	of the Arkansas Cyberinfrastructure Task Force, is amended to read as
13	follows:
14	(3) The President of the Arkansas Science and Technology
15	Authority Executive Director of the Arkansas Economic Development Commission
16	or his or her designee;
17	
18	SECTION 76. Arkansas Code Title 15, Chapter 3, Subchapter 1 is amended
19	to read as follows:
20	Subchapter $1 - \frac{Arkansas}{Division \ of}$ Science and Technology $\frac{Authority}{Division}$
21	Arkansas Economic Development Commission
22	
23	15-3-101. Definitions.
24	As used in this chapter:
25	(1) "Applied research" means any activity which seeks to utilize,
26	synthesize, or apply existing knowledge, information, or resources to the
27	resolution of a specified problem, question, or issue;
28	(2) "Authority" means the Arkansas Science and Technology
29	Authority established by this chapter;
30	(3) (2) "Basic research" means any original investigation for the
31	advancement of scientific or technological knowledge;
32	(4) "Board" means the Board of Directors of the Arkansas Science
33	and Technology Authority;
34	(5) (3) "Construct" means to acquire or build, in whole or in
35	part, in such manner and by such method, including contracting therefor, and
36	if the latter, by negotiation or bidding upon such terms and pursuant to such

1 advertising as the authority commission shall determine to be in the public 2 interest and necessary, under the circumstances existing at the time, to 3 accomplish the purposes of and authorities set forth in this chapter; 4 (6) "Endowment fund" means the Arkansas Science and Technology 5 Authority Endowment Fund created by § 15-3-118; 6 (7) (4) "Enterprise" means a business with its principal place of 7 business in Arkansas and which is or proposes to be engaged in this state in 8 manufacturing, research, and development, or the provision of services involving a significant amount of technology; 9 10 (8) (5) "Equip" means to install or place on or in any building 11 or structure equipment of any and every kind, whether or not affixed, 12 including, without limiting the generality of the foregoing, building service 13 equipment, fixtures, heating equipment, air conditioning equipment, 14 machinery, laboratories, scientific equipment, furniture, furnishings, and 15 personal property of every kind; 16 (9) (6) "Facilities" means any real property, personal property, 17 or mixed property of any and every kind that can be used or that will be 18 useful in securing or developing industry, including science and high-19 technology, including, without limiting the generality of the foregoing, 20 rights-of-way, roads, streets, pipes, pipelines, reservoirs, utilities, 21 materials, equipment, fixtures, machinery, furniture, furnishings, 22 instrumentalities, and other real, personal, or mixed property of every kind; 23 (10) (7) "Industry" shall include, but not be limited to, 24 manufacturing facilities, warehouses, distribution facilities, repair and 25 maintenance facilities, agricultural facilities, and corporate management offices for industry; 26 27 (11) (8) "Initial capitalization" means financing that is 28 provided for the development, refinement, and commercialization of a product 29 or process and other working capital needs; 30 (12) (9) "Investment fund" means the fund created by § 15-3-120; 31 (13) (10) "Lease" means to lease for such rentals, for such period or periods, and upon such terms and conditions as the authority 32 33 commission shall determine, including, without limiting the generality of the 34 foregoing, the granting of such renewal or extension options for such 35 rentals, for such period or periods, and upon such terms and conditions as 36 the authority commission shall determine, and the granting of such purchase

1 options for such prices and upon such terms and conditions as the authority 2 commission shall determine; (14) (11) "Qualified security" means any note, stock, treasury 3 4 stock bond, debenture, evidence of indebtedness, certificate of interest or 5 participation in any profit-sharing agreement, preorganization certificate or 6 subscription, transferable share, investment contract, certificate of deposit 7 for a security, certificate of interest or participation in a patent or 8 application therefor, or in royalty or other payments under such a patent or 9 application or, in general, any interest or instrument commonly known as a 10 "security" or any certificate for, receipt for, guarantee of, or option, 11 warrant, or right to subscribe to or purchase any of the foregoing, provided 12 that in the valuation of "qualified security", no value shall be placed on 13 in-kind services; (15) (12) "Scientific and technological project" means a project 14 15 undertaken in Arkansas by an enterprise, which project the board Board of Directors of the Division of Science and Technology of the Arkansas Economic 16 17 Development Commission shall have determined promotes the purposes of this 18 chapter and otherwise benefits the state and its citizens; and 19 (16) (13) "Sell" means to sell for such price, in such manner, 20 and upon such terms as the authority commission shall determine, including, 21 without limiting the generality of the foregoing, private or public sale, and 22 if public, pursuant to such advertisement as the authority commission shall 23 determine, sell for cash or credit payable in lump sum or installments over 24 such period as the authority commission shall determine, and if on credit, 25 with or without interest and at such rate or rates as the authority 26 commission shall determine; and

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15-3-102. Construction.

30 (a) This chapter shall be liberally construed to accomplish the intent 31 and purpose thereof and shall be the sole authority required for the 32 accomplishment of such purposes.

(17) "State" means the State of Arkansas.

(b) To this end, it shall not be necessary for the Arkansas Division of Science and Technology Authority of the Arkansas Economic Development

Commission to comply with general provisions of other laws dealing with public facilities and equipment, their acquisition, construction, leasing,

encumbering, or disposition.

1 2

- 3 15-3-103. Establishment of the authority.
- 4 There is established for the State of Arkansas the $\frac{Arkansas}{Division}$
- 5 Science and Technology Authority of the Arkansas Economic Development
- 6 Commission, hereinafter referred to as the "authority", which shall have the
- 7 powers, functions, and duties, as provided in this chapter, to be the
- 8 instrumentality of this state to exert leadership in and to give direction to
- 9 a broad spectrum of programs and services designed to gain for this state and
- 10 its people the benefits and opportunities to be realized through advanced
- 11 science and technology.

- 15-3-104. Members.
- 14 (a) The <u>Executive Director of the</u> Arkansas Science and Technology
- 15 Authority Economic Development Commission shall be governed advised by
- 16 fourteen (14) directors, who together shall serve as the Board of Directors
- of the $\frac{Arkansas}{Division}$ Division of Science and Technology $\frac{Authority}{Division}$ of the $\frac{Arkansas}{Division}$
- 18 <u>Economic Development Commission</u>.
- 19 (b) Directors shall be legal residents of the State of Arkansas.
- 20 (c) The board shall consist of the Director of the Department of Higher
- 21 Education or the director's designee, and thirteen (13) directors who shall
- 22 be appointed by the Governor, subject to confirmation by the Senate, as
- 23 follows:
- 24 (1) Three (3) directors shall be engineers or scientists
- 25 recognized for their scientific or technological research efforts;
- 26 (2) Two (2) directors shall be appointed as representatives of
- 27 academic institutions who have an extended extensive involvement in science
- 28 and technology research;
- 29 (3) Five (5) directors shall be representatives of the private
- 30 sector of the state, who shall be persons with knowledge or experience in the
- 31 fields of agriculture, forestry, finance, economic development, or science
- 32 and technology; and
- 33 (4) Three (3) directors shall be appointed as representatives of
- 34 the private sector of the state, who shall be persons with knowledge or
- 35 experience in the field of manufacturing.
- 36 (d) In making appointments, the Governor shall give consideration to

- 1 geographical representation in order that each major area of the state will 2 be represented on the board.
 - (e) Directors shall be appointed for terms running four (4) years from January 14 of the year of appointment. Directors shall hold office for the terms of their appointments and until their successors have been appointed and qualified.
 - (f) In the event of a vacancy in the position of director, the vacancy shall be filled by appointment by the Governor in the same manner as provided for the initial appointment for the remainder of the unexpired portion of the term of the director.
- 11 (g) No director of the authority shall serve more than two (2) terms of 12 office.
 - (h) A director of the authority may be removed by the Governor for cause, stated in writing, after a hearing or upon joint address of a majority of the membership of both houses of the General Assembly at a regular session, fiscal session, or special session.
 - (i) Unless otherwise provided by law, a director of the authority may receive expense reimbursement in accordance with § 25-16-901 et seq. Such expenses and mileage shall be paid from funds appropriated for such purpose or otherwise available to the authority commission.

15-3-105. Organization.

- (a) Directors of the Arkansas Board of Directors of the Division of Science and Technology Authority of the Arkansas Economic Development

 Commission shall annually elect from their membership one (1) member as chair, one (1) member as vice chair, and one (1) member as secretary.
- (b)(1) The directors shall select some person who is not a member of the Board of Directors of the Arkansas Science and Technology Authority to serve at the pleasure of the Governor as President of the Arkansas Science and Technology Authority.
- 31 (2) The <u>directors Executive Director of the Arkansas Economic</u>
 32 <u>Development Commission</u> may also employ such other officers and employees as
 33 <u>they he or she</u> may deem necessary.
- 34 (3) (2) Any such officer shall be eligible for selection to succeed himself or herself.

- 1 15-3-106. Executive committee.
- 2 (a) The directors shall establish an Executive Committee of the
- 3 Arkansas Division of Science and Technology Authority of the Arkansas
- 4 Economic Development Commission, to be composed of the chair, the vice chair,
- 5 the secretary, and two (2) additional members to be chosen by the chair from
- 6 the remaining directors.
- 7 (b) The committee, in intervals between meetings of the board, may 8 transact any business of the board that has been delegated to the committee.
- 9 (c) A majority of the committee may conduct business, and a favorable 10 vote of three (3) members shall be deemed consent of the committee.

- 12 15-3-107. Meetings.
- 13 (a) Directors of the Arkansas The Board of Directors of the Division of
- 14 Science and Technology Authority of the Arkansas Economic Development
- 15 <u>Commission</u> shall meet at least one (1) time during each calendar quarter and
- 16 at such other times as may be provided in the rules of the authority Arkansas
- 17 <u>Economic Development Commission</u>, upon call by the president, the chair, or
- 18 upon written request of a majority of the directors.
- 19 (b) A majority of the directors shall be necessary to transact business
- 20 of the authority board, and all actions of the directors shall be by a
- 21 majority vote of the full number of the members of the Board of Directors of
- 22 the Arkansas Division of Science and Technology Authority of the Arkansas
- 23 <u>Economic Development Commission</u>.

- 25 15-3-108. Nature, powers, and duties generally.
- 26 (a) The Arkansas Division of Science and Technology Authority of the
- 27 Arkansas Economic Development Commission shall be a body corporate and
- 28 politic, having the powers and jurisdiction hereinafter enumerated and
- 29 additional powers as conferred upon it by the General Assembly, the Executive
- 30 <u>Director of the Arkansas Economic Development Commission</u>, or by the people of
- 31 this state.
- 32 (b) The authority executive director, with the advice of the Board of
- 33 Directors of the Division of Science and Technology of the Arkansas Economic
- 34 <u>Development Commission</u>, is authorized and designated to engage in
- 35 undertakings, programs, enterprises, and activities involving agriculture,
- 36 manufacturing, medical and health care, transportation, public utility

- services, research and development, and other programs involving the establishment and encouragement of science and technological research.
- 3 (c) The authority executive director, the division, and its board,
 4 employees, and agents shall be immune from civil liability for performing the
 5 duties of the authority under this chapter.
 - (d) In the furtherance of <u>its</u> <u>the division's</u> purposes, the authority <u>executive director</u> shall have all the powers necessary to carry out <u>its</u> <u>the</u> <u>division's</u> purposes, which shall include, but not be limited to:
- 9 (1) Make, amend, and repeal bylaws, rules, and regulations for 10 the management of its the affairs of the division;
 - (2) Adopt an official seal for the division;
 - (3) Sue and be sued in its his or her own name;

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- 13 (4) Make contracts and execute all instruments necessary or 14 convenient for carrying out its the business of the division;
- 15 (5) Acquire, own, hold, dispose of, and encumber real or personal 16 property of any nature, both tangible and intangible, or any interest 17 therein;
- 18 (6) Enter into agreements or other transactions with any federal, 19 state, county, or municipal agency and with any individual, corporation, 20 firm, association, or any other entity involving science and technology;
 - (7) Acquire real property or an interest in real property by purchase or foreclosure when such an acquisition is necessary or appropriate to protect or secure any investment or loan in which the authority division has an interest;
 - (8) Sell, transfer, and convey any such property to a buyer, and in the event the sale, transfer, or conveyance cannot be effected with reasonable promptness or at a reasonable price, lease the property to a tenant;
 - (9) Invest any funds appropriated by the state and held in reserve in funds not required for immediate disbursement, in investments that may be lawful for fiduciaries in the State of Arkansas, and invest funds received from gifts, grants, donations, and other operations of the authority division in investments that would be lawful for a private corporation having purposes similar to the authority division;
- 35 (10) Borrow money and give guaranties, provided that the 36 indebtedness and other obligations of the <u>authority</u> <u>division</u> shall be

- 1 payable solely out of its own resources and shall not constitute a pledge of
- 2 the full faith and credit of the State of Arkansas or any of its revenues;
- 3 (11) Appoint officers, employees, consultants, agents, and
- 4 advisors and prescribe their duties;
- 5 (12) Appear in its own on behalf of the division before boards,
- 6 commissions, departments, or other agencies of municipal, county, state, or
- 7 federal government;
- 8 (13) Procure insurance against any losses in connection with its
- 9 <u>the properties of the division</u> in amounts from insurers that may be necessary
- 10 or desirable;
- 11 (14) Consent, subject to the provisions of any contract with
- 12 noteholders, whenever it he or she deems it necessary or desirable in the
- 13 fulfillment of the purposes of this chapter, to the modifications with
- 14 respect to the rate of interest, time payment, or of any installment, of
- 15 principal and interest, or any terms of any contract or agreement of any kind
- 16 to which the authority division is a party;
- 17 (15)(A) Accept any and all donations, grants, bequests, and
- 18 devises, conditional or otherwise, of money, property, services, or other
- 19 things of value that may be received from the federal government or any
- 20 agency thereof, any governmental agency, or any institution, person, firm, or
- 21 corporation, public or private, to be held, used, or applied for any or all
- 22 of the purposes specified in this chapter in accordance with the terms and
- 23 conditions of any such grant.
- 24 (B) Receipt of each such donation or grant shall be
- 25 detailed in the annual report of the authority division.
- 26 (C) This report shall include the identity of the donor or
- 27 lender, the nature of the transaction, and any conditions attaching thereto;
- 28 (16) Trade, buy, or sell qualified securities;
- 29 (17) Finance, conduct, or cooperate in the financing or
- 30 conducting of scientific, technological, business, financial, or other
- 31 investigations that are related or likely to lead to business and economic
- 32 development involving science and technology by making and entering into
- 33 contracts or other appropriate arrangements, including the provision of
- 34 grants, loans, and other forms of assistance;
- 35 (18) Solicit, study, and assist in the preparation of business
- 36 plans and proposals of new or established science and technologically

- 1 oriented businesses and advance the state of science in Arkansas for those 2 purposes;
- 3 (19) Prepare, publish, and distribute, with or without charge as 4 the authority executive director may determine, such technological studies,
- 5 reports, bulletins, and other materials as it he or she deems appropriate,
- 6 subject only to the maintenance and responsibility for confidentiality of the 7 client's proprietary information;
- 8 (20) Organize, conduct, sponsor, or cooperate in and assist the 9 conduct of special institutes, conferences, demonstrations, and studies
- 10 relating to the stimulation and formulation of basic science, applied
- 11 science, and technologically oriented businesses and studies relating to the
- 12 formulation of scientific or technologically oriented business and industry
- 13 endeavors;
- 14 (21) Own and possess patents, copyrights, and proprietary
- 15 processes and enter into contracts and establish charges for the use of such
- 16 patents, copyrights, and proprietary processes involving science or
- 17 technology;
- 18 (22) Provide and pay for advisory services and technical
- 19 assistance that may be necessary or desirable to carry out the purposes of
- 20 this chapter;
- 21 (23) Exercise any other powers necessary for the operation and
- 22 functioning of the authority division within the purposes authorized in this
- 23 chapter;
- 24 (24)(A) Provide scientific and technological data and information
- 25 required by the Governor, the General Assembly, or its committees, and to
- 26 state agencies and cities, counties, and school districts, and to private
- 27 citizens and groups, within the limitations of the resources available to the
- 28 authority division.
- 29 (B) This service shall be in addition to any services
- 30 currently being provided to the General Assembly by any higher education
- 31 institution, committee, or any other organization; and
- 32 (25) Prepare, publish, amend, and distribute a research and
- 33 development plan to guide investments in research and commercialization,

34 strategic research, and technology-based enterprises.

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36 15-3-109. Power to carry out programs.

- 1 (a) In relation to <u>its the</u> authorization under this chapter to engage
 2 in undertakings, programs, enterprises, and activities involving research and
 3 development and other programs involving the establishment and encouragement
 4 of scientific and technological research, the <u>Arkansas Science and Technology</u>
 5 <u>Authority Executive Director of the Arkansas Economic development Commission</u>
 6 shall have all the powers necessary to carry out programs which include, but
 7 are not limited to:
- 8 (1) Funding basic research at Arkansas colleges and universities 9 as specified in § 15-3-110;
- 10 (2) Stimulating applied research partnerships between private
 11 industry and Arkansas colleges and universities and matching funds from
 12 private sources for proposed applied research projects as specified in § 1513 3-110;
- 14 (3) Assisting small businesses in identifying and applying for 15 funds to conduct research and development work on innovative technical ideas;
- (4) Transferring knowledge and technology from college,university, and government laboratories to private industry;
- 18 (5) Creating, in cooperation with Arkansas colleges and 19 universities, facilities to foster the growth of technology-based 20 enterprises;

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- 21 (6) Developing emerging product and process technologies which 22 contribute to business and economic growth;
 - (7) Engaging in innovative demonstration and pilot projects involving improved education and preparation of the future workforce in the areas of science, technology, and mathematics; and
 - (8) Transferring knowledge and technology from colleges, universities, government entities and laboratories, and other sources of innovation to public schools.
 - (b) In establishing and maintaining the programs authorized by this section, the authority executive director may utilize moneys drawn from the investment fund and such other moneys as are lawfully available to the authority executive director for supporting its the purposes of the Division of Science and Technology of the Arkansas Economic Development Commission.

35 15-3-110. Power to promote basic and applied research at Arkansas 36 colleges and universities. Executive Director of the Arkansas Economic Development Commission may make such rules and regulations as it he or she may deem appropriate to enable it he or she to create and fund programs designed to promote basic and applied research at Arkansas colleges and universities and to develop technology emerging from sources of innovation in this state, including, but not limited to, colleges and universities, federal laboratories, small businesses, and inventors.

- (b)(1) In carrying out <u>its</u> <u>his or her</u> functions under this section, the <u>Board of Directors of the Arkansas Science and Technology Authority executive <u>director</u> may create such advisory committees as may be useful in evaluating research and development proposals.</u>
- (2) The memberships of these advisory committees may include both directors and staff members of the authority <u>Division of Science and Technology of the Arkansas Economic Development Commission</u> and other persons drawn from sources other than the <u>authority division</u>, all of whom shall serve at the pleasure of the <u>board executive director</u>.
- (3) Members of such advisory committees shall serve without compensation for their membership on such committees but may receive expense reimbursement in accordance with 25-16-901 et seq.
- (c)(1) Any moneys lawfully available to the authority division for the purpose of supporting basic research at Arkansas colleges and universities shall in no event defray more than sixty percent (60%) of the total cost of the proposed basic research project being funded.
- (2) The remaining forty percent (40%) of the total cost of the proposed research project shall be funded by moneys or in-kind services provided by the college or university proposing the research project.
- (d)(1)(A) Any moneys lawfully available to the authority division for the purpose of creating applied research partnerships between private industry and Arkansas colleges and universities shall in no event defray more than fifty percent (50%) of the total cost of the proposed applied research project.
- 33 (B) However, the contribution of the authority executive
 34 director may, at the board's sole discretion, defray up to sixty-six and two35 thirds percent (66 2/3%) of the total cost of a proposed applied research
 36 project if the board executive director, with the advice of the Board of

- 1 Directors of the Division of Science and Technology of the Arkansas Economic
- 2 <u>Development Commission</u>, finds that the participating private industry is
- 3 principally located in Arkansas and employs fifty (50) or fewer persons.
- 4 (2) The proposed applied research project shall be submitted by
- 5 an Arkansas college or university, and the proposal shall state that a
- 6 percentage of the total cost of the proposed applied research project will be
- 7 provided by private sources in accordance with the matching provisions of
- 8 this subsection.
- 9 (3) The board executive director shall approve for funding only
- 10 those proposed applied research projects for which the board executive
- 11 director finds that enhanced employment opportunity within Arkansas will be a
- 12 likely result.
- 13 (e)(1) Any moneys lawfully available to the authority division for the
- 14 purpose of supporting technology development shall in no event exceed one
- 15 hundred thousand dollars (\$100,000) per project being funded.
- 16 (2) The board executive director shall impose a reasonable,
- 17 nonrefundable fee for the evaluation of the technological and economic
- 18 potential of emerging technologies contained in proposals from nonpublic
- 19 sources of innovation.
- 20 (3) The board executive director is authorized to incorporate a
- 21 royalty provision not to exceed five percent (5%) of net sales revenue per
- 22 year for a period of not more than ten (10) years as a condition of award.
- 23 (4) The board executive director shall approve for funding only
- 24 those proposed technology development projects for which the board executive
- 25 <u>director</u> finds that enhanced economic opportunity within Arkansas will be a
- 26 likely result.

- 28 15-3-111. Additional powers.
- 29 The Arkansas Science and Technology Authority Executive Director of the
- 30 Arkansas Economic Development Commission shall have such additional powers
- 31 and duties as may be hereafter delegated to or imposed upon it him or her
- 32 from time to time by the General Assembly.

- 34 15-3-112. Prohibition on personal interest in contracts.
- 35 (a) No director, officer, or employee of the Arkansas Division of
- 36 Science and Technology Authority of the Arkansas Economic Development

- 1 Commission or of the Board of Directors of the Division of Science and
- 2 Technology of the Arkansas Economic Development Commission, for purpose of
- 3 personal gain, shall have or attempt to have, directly or indirectly, any
- 4 interest in any contract or agreement of the authority division in connection
- 5 with the qualified investments or other programs of the authority division.
- 6 (b) The authority Executive Director of the Arkansas Economic
- 7 <u>Development Commission</u> shall not invest, pursuant to § 15-3-122, in any
- 8 qualified security of:
- 9 (1) Any enterprise that is owned, wholly or partially, directly
- or indirectly, by any director or officer of the division; or
- 11 (2) Any enterprise that employs a director of the division.
- 12 (c) It shall not be a violation of this section for the authority
- 13 <u>executive director</u> to permit any college, university, or other nonprofit
- 14 institution with which a director is affiliated to participate in any program
- of the authority division, provided that the director shall promptly disclose
- 16 the nature of the affiliation to the $\frac{Board\ of\ Directors\ of\ the\ Arkansas}{}$
- 17 Science and Technology Authority board.
- 18 (d)(1) It shall not be a violation of this section for the authority
- 19 <u>executive director</u> to permit a manufacturer or other for-profit entity with
- 20 which a director is affiliated to pay to the authority division fees for
- 21 services and receive, in return for those fees, services:
- 22 (A) That are generally available to all manufacturers or
- 23 other for-profit entities; and
- 24 (B) That are not available to the manufacturer or other
- 25 for-profit entity solely due to its affiliation with a director.
- 26 (2)(A) A director affiliated with a manufacturer or other for-
- 27 profit entity that enters into a contract or an agreement pursuant to
- 28 subdivision (d)(1) of this section shall disclose the contract or agreement
- 29 in writing to the president of the authority executive director.
- 30 (B) The president of the authority executive director shall
- 31 inform the board of the contract or agreement at its next regularly scheduled
- 32 meeting and attach a copy of the written disclosure to the minutes of that
- 33 meeting.

- 35 15-3-113. Studies, planning, and recommendations Cooperation with
- 36 other agencies.

- (a) The Arkansas <u>Division of Science</u> and Technology <u>Authority of the Arkansas Economic Development Commission</u> shall, from time to time, make studies and develop plans and programs in the sciences and technologies to support industrial development in certain areas of research and development.
- (b) The Executive Director of the Arkansas Economic Development

 Commission shall recommend to the General Assembly proposed laws and
 regulations to support the growth and development of programs and research in
 the sciences and specialized areas of high technology.
- (c) The authority executive director may provide leadership and assistance in cooperation with the Arkansas Transportation Commission [abolished], the Arkansas Public Service Commission, or any other federal, state, county, or municipal authority and to private industries in this state for the adoption and execution of any improvements, changes in methods of operation, rates of transportation, utilities and, zoning and building requirements and covenants which, in the opinion of the authority executive director, may be designed to improve or better operate the existing programs and research in the sciences and specific areas of high technology and related industrial development.

15-3-114. Use of land, buildings, or facilities for science and high technology.

The Arkansas Science and Technology Authority Economic Development

Commission, with the advice of the Board of Directors of the Division of

Science and Technology of the Arkansas Economic Development Commission, is
authorized to own, acquire, construct, reconstruct, extend, equip, improve,
operate, maintain, sell, lease, contract concerning, or otherwise deal in or
dispose of any land, buildings, or facilities of any and every nature
whatever that can be used in securing or developing industry, transportation
facilities, research and technological laboratories and production
facilities, and agricultural, medical, and scientific enterprises involving
the use of science and high technology, hereinafter referred to as "industry"
or "industries", within this state.

 15-3-115. Pledging of credit.

The <u>Arkansas Division of Science and Technology Authority of the Arkansas Economic Development Commission</u> shall not pledge the credit of the

1 State of Arkansas or any of its revenues, except by the authority granted to

2 it by the General Assembly and upon approval of the electors of this state as

may be required by Arkansas Constitution, Amendment 20.

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- 15-3-116. Deposit of moneys Audit.
- 6 (a) All moneys coming into the hands of the Arkansas Science and
 7 Technology Authority Division of Science and Technology of the Arkansas
- 8 <u>Economic Development Commission</u> shall be deposited in one (1) or more
- 9 financial institutions selected by the authority Executive Director of the
- 10 Arkansas Economic Development Commission with the advice of the Board of
- 11 Directors of the Division of Science and Technology of the Arkansas Economic
- 12 <u>Development Commission</u> and authorized to do business in this state.
- 13 (b) Moneys received by the <u>authority division</u> from appropriations of 14 the General Assembly shall be deposited, administered, and accounted for in 15 such manner as the General Assembly may provide.
- (c) The <u>authority</u> <u>executive director</u> shall provide for an audit to be performed and accepted by a certified public accountant or firm within sixty (60) days following the conclusion of each fiscal year of the <u>authority</u> division, and shall file copies thereof with the Legislative Joint Auditing Committee.
- 21 (d) The committee may accept such audit report or direct an audit of 22 the financial record of the <u>authority division</u> by the staff of the committee.

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- 24 15-3-117. Use of revenues Assistance to minority businesses.
 - (a) The Arkansas Science and Technology Authority Economic Development Commission is authorized to use any available revenues for the accomplishment of the purposes set forth in this subchapter.
 - (b) In carrying out the purposes set forth in this subchapter, the authority commission will assist minority businesses in obtaining loans or other means of financial assistance.
- 31 (c) The terms and conditions of such loans or financial assistance, 32 including the charges for interest and other services, will be consistent 33 with the provisions of this subchapter.
 - (d) In order to comply with this requirement, efforts will be made to solicit for review and analysis proposed minority business ventures.
- 36 (e) It is further provided that basic loan underwriting standards will

1	not be waived to inconsistently favor minority persons or businesses, or
2	both, from the intent of the authority's commission's lending practices.
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4	15-3-118. Establishment of endowment fund Deposits and
5	disbursements.
6	(a) There is established on the books of the Treasurer of State, the
7	Auditor of State, and the Chief Fiscal Officer of the State a trust fund to
8	be known as the "Arkansas Science and Technology Authority Endowment Fund",
9	hereafter known as the "endowment fund", to which shall be credited any state
10	appropriations specifically so designated.
11	(b) The Board of Directors of the Arkansas Science and Technology
12	Authority, from time to time, may increase the fund by crediting to it such
13	unrestricted appropriations, gifts, donations, or grants from any source, in
14	amounts as the board shall determine.
15	(c) No disbursement may be made from the corpus of the fund to support
16	the Arkansas Science and Technology Authority's activities as provided in
17	this chapter, it being intended that only the income from the fund, as earned
18	pursuant to § 15-3-119, shall be available for such purposes.
19	
20	15-3-119. Investment of endowment fund assets.
21	(a) The moneys and other assets composing the Arkansas Science and
22	Technology Authority Endowment Fund shall be invested in such manner and in
23	such instruments as the Treasurer of State may direct.
24	(b) The income from the investment of the fund shall be redeposited in
25	the fund, and such income shall be subject to appropriation under § 15-3-120
26	for the use of the Arkansas Science and Technology Authority in carrying out
27	the purposes of this chapter.
28	
29	15-3-120. Creation of investment fund - Deposits credited to fund.
30	(a) There is created an investment fund, to be held and managed by the
31	Arkansas Science and Technology Authority as provided in this chapter, to
32	which shall be appropriated all net income of the Arkansas Science and
33	Technology Authority Endowment Fund.

(b) The net income of the endowment fund so appropriated to the

investment fund shall be credited to the investment fund at the times

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directed in the appropriations act.

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T	(c) the board of Directors of the Arkansas Science and Technology
2	Authority, from time to time, may credit to the investment fund such other
3	moneys as are available to the authority, from whatever source derived.
4	(d) The authority shall hold the investment fund in an account or
5	accounts separate from other funds and shall manage its investment as set
6	forth in § 15-3-121.
7	(e) All moneys received by the authority and deposited to the
8	investment fund are specifically declared to be cash funds, restricted in
9	their use, and to be used solely as provided in this chapter.
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11	15-3-121. Use of investment fund generally.
12	The Arkansas Science and Technology Authority may use the investment
13	fund and the income thereof as follows:
14	(1) To carry out the purposes of this chapter through investment
15	in qualified securities and through the forms of financial assistance
16	authorized by this chapter, including, but not limited to, the following:
17	(A) Loans;
18	(B) Equity investments;
19	(C) Leaseholds;
20	(D) Management or consultant service agreements;
21	(E) Loans with warrants attached that are beneficially
22	owned by the authority;
23	(F) Loans with warrants attached that are beneficially
24	owned by a party other than the authority; and
25	(G)(i) Any other contractual arrangement in which the
26	authority is providing scientific and technological services to any federal,
27	state, county, or municipal agency, or to any individual, corporation, firm,
28	association, or any other entity involving science and technology.
29	(ii) In connection with the provision of any form of
30	financial assistance, the authority may enter into royalty agreements with an
31	enterprise;
32	(2) To pay all or a portion of the operating expenses of the
33	authority; and
34	(3) To invest in such other investments as are lawful for
35	fiduciaries in Arkansas.
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1 15-3-122. Purchase of qualified securities — Prerequisites — Advisory 2 committees.

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- (a) The Arkansas Science and Technology Authority Economic Development Commission may utilize the investment fund to purchase qualified securities issued by enterprises as a part of a scientific and technological project for the purpose of raising the initial capitalization for such projects subject to the conditions set forth in this section.
- 8 (b) The <u>authority commission</u> shall purchase qualified securities issued
 9 by an enterprise as a part of a scientific and technological project only
 10 after:
- 11 (1) Receipt of an application from the enterprise which contains:
- 12 (A) A business plan, including a description of the 13 enterprise and its management, product, and market;
- 14 (B) A statement of the amount, timing, and projected use of the capital required;
- 16 (C) A statement of the potential economic impact of the
 17 enterprise, including the number, location, and types of jobs expected to be
 18 created; and
- 19 (D) Such other information as the Board of Directors of the 20 Arkansas Science and Technology Authority commission shall request; and
- 21 (2) Approval of the investment by the board Executive Director of
 22 the Arkansas Economic Development Commission, with the advice of the Board of
 23 Directors of the Division of Science and Technology of the Arkansas Economic
 24 Development Commission, after the board executive director shall find, based
 25 upon the application submitted by the enterprise and such additional
- 26 investigation as the staff of the authority <u>commission</u> shall make, and 27 incorporate in its minutes that:
- 28 (A) The proceeds of the investment will only be used to 29 cover the initial capitalization needs of the enterprise except as 30 hereinafter authorized;
- 31 (B) The enterprise has a reasonable chance of success;
- (C) The authority's commission's participation is necessary to the success of the enterprise because funding for the enterprise is unavailable in the traditional capital markets or because funding has been offered on terms that would substantially hinder the success of the enterprise;

- 1 (D) The enterprise has the reasonable potential to create a 2 substantial amount of primary employment within the state;
- 3 (E) The entrepreneur and other founders of the enterprise 4 have already made or are contractually committed to make a substantial 5 financial and time commitment to the enterprise;
- 6 (F) The securities to be purchased are qualified 7 securities;

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- 8 (G) There is a reasonable possibility that the authority 9 commission will recoup at least its initial investment; and
 - (H) Binding commitments have been made to the authority commission by the enterprise for adequate reporting of financial data to the authority commission, which shall include a requirement for an annual or other periodic audit of the books of the enterprise and for such control on the part of the authority commission as the board executive director shall consider prudent over the management of the enterprise so as to protect the investment of the authority commission, including, in the discretion of the board executive director and without limitation, right of access to financial and other records of the enterprise.
 - (c)(1) In carrying out $\frac{its}{his}$ or her functions under this section, the $\frac{board}{hoard}$ executive director may create such advisory committees as may be useful in evaluating potential investments in qualified securities.
 - (2) The memberships of these advisory committees may include both directors and staff members of the <u>authority commission</u> and other persons drawn from sources other than the <u>authority commission</u>, all of whom shall serve at the pleasure of the <u>board executive director</u>.
 - (3) Members of these advisory committees shall serve without compensation for their membership on the committees but may receive expense reimbursement in accordance with 25-16-901 et seq.
 - (d) The <u>authority</u> <u>commission</u> shall not make investments in qualified securities issued by enterprises in excess of the following limits:
- 31 (1) Not more than five hundred thousand dollars (\$500,000) shall 32 be invested in the qualified securities of any one (1) enterprise; and
- 33 (2) The <u>authority commission</u> shall not own securities
 34 representing more than forty-nine percent (49%) of the voting stock of any
 35 one (1) enterprise at the time of the purchase by the <u>authority commission</u>,
 36 after giving effect to the conversion of all outstanding convertible

- l securities of the enterprise. However, in the event of severe financial
- 2 difficulty of the enterprise threatening, in the judgment of the board
- 3 <u>executive director</u>, the investment of the authority <u>commission</u> therein, a
- 4 greater percentage of such securities may be owned by the authority
- 5 commission.
- 6 (e) The <u>authority commission</u> may not invest nor may it commit to invest
 7 in any qualified securities prior to the <u>board's commission's</u> adopting rules
 8 to govern the programs authorized under this section.

- 10 15-3-123. Annual report.
- Unless and until otherwise provided, the Arkansas Science and
 Technology Authority Economic Development Commission shall make an annual
 report to the Governor and to both houses of the General Assembly setting
 forth in detail the operations and transactions conducted by it pursuant to
 this chapter and any other legislation thereafter provided.

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17 15-3-124 - 15-3-129. [Reserved.]

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- 19 15-3-130. Centers for applied technology Definition.
 - For the purposes of this section and §§ 15-3-131 15-3-134, "center for applied technology" or "center" means a college or university or university-affiliated unit, or a consortium of such units, which conducts a continuing program of basic and applied research, development, and technology transfer in one (1) or more technological areas in collaboration with and through the support of private enterprises.

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- 27 15-3-131. Centers for applied technology Authority to designate.
 - In order to encourage greater collaboration between private enterprises and Arkansas colleges and universities in the development and application of new technologies, the Arkansas Science and Technology Authority is authorized to Economic Development Commission may designate technological areas as having significant potential for economic growth in Arkansas or in which the application of new technologies could significantly enhance the productivity and stability of Arkansas enterprises.

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36 15-3-132. Centers for applied technology — Criteria — Designation.

- 1 (a) The <u>Arkansas Division of Science and Technology Authority of the</u> 2 Arkansas Economic Development Commission shall:
 - (1) Identify technological areas for which centers should be designated, including, but not limited to, technological areas that are related to enterprises with significant potential for economic growth and development in Arkansas and areas that are related to the enhancement of productivity in various enterprises in Arkansas;
- 8 (2) Establish, in consultation with the Department of Higher 9 Education, criteria that must be satisfied for designation as a center, 10 including, but not limited to:
- 11 (A) An established record of research, development, and 12 instruction in the area of technology;
- 13 (B) The capacity to conduct research and development 14 activities in collaboration with private enterprises;
- 15 (C) The capacity to secure substantial private and other government funding for the proposed center;
- (D) The ability and willingness to cooperate with other
 colleges and universities in conducting research and development activities
 and in disseminating research results and to work with institutions of higher
 learning to enhance the quality of technological education in the area or
 areas of technology involved; and
 - (E) The ability and willingness to cooperate with the authority division, the Arkansas Economic Development Council, and other economic development agencies in promoting the growth and development in Arkansas of enterprises based upon or benefiting from the areas of technology involved; and
 - (3) Designate, using a competitive selection process, those centers for applied technology to be created in cooperation with colleges and universities in the state.
- 30 (b) The authority division may not designate technological areas or
 31 establish centers prior to the Board of Directors of the Arkansas Science and
 32 Technology Authority's division's adopting rules to govern the program
 33 authorized under this section, §§ 15-3-130, § 15-3-131, § 15-3-133, and § 1534 3-134.

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15-3-133. Centers for applied technology — Advisory committees.

- 1 (a) In carrying out its functions under this section, $\S\S 15-3-130-15-$
- 2 3-132, and § 15-3-134, the Board of Directors of the Arkansas Division of
- 3 Science and Technology Authority of the Arkansas Economic Development
- 4 Commission may create such advisory committees as may be useful in evaluating
- 5 potential technological areas and centers.
- 6 (b) The memberships of these advisory committees may include both
- 7 directors and staff members of the Arkansas Science and Technology Authority
- 8 division and other persons drawn from sources other than the authority
- 9 <u>division</u>, all of whom shall serve at the pleasure of the board <u>Executive</u>
- 10 Director of the Arkansas Economic Development Commission.
- 11 (c) Members of such advisory committees shall serve without
- 12 compensation for their membership on such committees but may receive expense
- 13 reimbursement in accordance with § 25-16-901 et seq.

- 15 15-3-134. Centers for applied technology Disposition of funds.
- 16 Any moneys lawfully available to the Arkansas Science and Technology
- 17 Authority Economic Development Commission for the purpose of creating centers
- 18 for applied technology may be used for the purchase of equipment and
- 19 fixtures, employment of faculty and support staff, provision of graduate
- 20 fellowships, and other purposes approved by the authority commission but may
- 21 not be used for capital construction.

- 23 15-3-135. Promotion of scientific, medical, and technological jobs and
- 24 infrastructure enhancements.
- 25 (a) As used in this section, the term "qualified medical company" means
- 26 a corporation engaged in:
- 27 (1) Research and development in the medical field; and
- 28 (2) Manufacture and distribution of medical products, including
- 29 therapeutic and diagnostic products.
- 30 (b)(1) All agencies, departments, boards, commissions, and other
- 31 instrumentalities of this state and all political subdivisions of this state
- 32 and all agencies, departments, boards, commissions, and other
- 33 instrumentalities thereof, to the greatest extent possible, shall expedite
- 34 the processing of all lawful applications and requests required or permitted
- 35 by law which are submitted or made by qualified medical companies and, in
- 36 considering all such applications and requests, give due consideration to the

- l purposes of this section.
- 2 (2) To the extent available time, personnel, and other resources
- 3 permit, all state-funded colleges and universities shall provide research
- 4 assistance to the Arkansas Science and Technology Authority Economic
- 5 Development Commission to assist with planning to develop scientific,
- 6 medical, and technological commercial infrastructure enhancements to
- 7 encourage qualified medical companies to locate in this state.

- 9 SECTION 77. Arkansas Code § 15-3-202(b), concerning administration of 10 the Arkansas Research Matching Fund, is amended to read as follows:
 - (b) The fund shall be administered by the Arkansas Science and Technology Authority Economic Development Commission and shall be for the benefit of colleges and universities located within the State of Arkansas.

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- 15 SECTION 78. Arkansas Code § 15-3-203 is amended to read as follows: 16 15-3-203. Administration.
- 17 (a) In order to obtain moneys from the Arkansas Research Matching Fund:
 - (1) A college or university may provide the Arkansas Science and Technology Authority Economic Development Commission with the research grant proposal for federal funds submitted with a letter of intent to apply for a match to one (1) of the funding agencies identified in § 15-3-205;
 - (2)(A) A college or university shall apply to the authority commission for a match from this fund in writing within two (2) weeks of the notice of an award of federal funds from one (1) of the funding agencies identified in § 15-3-205.
 - (B) In addition to the grant proposal submitted to the federal agency, the application shall include an approved budget and an official notice of the grant award from the federal funding agency; and
 - (3) A college or university shall adhere to the rules and regulations that may be promulgated by the <u>authority</u> <u>commission</u> for administration of this fund.
- 32 (b)(1) Upon receipt of an application for matching funds to match
 33 federal funds from one (1) of the funding agencies identified in § 15-3-205,
 34 the authority commission, with the advice of the Board of Directors of the
 35 Division of Science and Technology of the Arkansas Economic Development
- 36 <u>Commission</u>, shall determine the eligibility for matching funds based on a

- 1 finding that the proposed research is in fields having long-term economic or
- 2 commercial value to the state and which have been identified in the research
- 3 and development plan approved by the Board of Directors of the Arkansas
- 4 Science and Technology Authority Executive Director of the Arkansas Economic
- 5 Development Commission.
- 6 (2) The <u>authority commission</u> shall promptly review applications 7 for matching funds for consistency with this subchapter.
- 8 (3) The board <u>commission</u> shall ensure that no commitments for 9 matching funds shall be made in excess of funds available for any given year
- 10 and may review and approve those applications that have:
- 11 (A) Provided the information on the application for 12 matching funds in accordance with the provisions of this subchapter;
- 13 (B) Included an official notice of award of a research 14 grant from one (1) of the funding agencies identified in § 15-3-205; and
- 15 (C) Filed a proposal for federal funding consistent with
- 16 the types of research authorized by this subchapter.

- 18 SECTION 79. Arkansas Code § 15-3-204 is amended to read as follows: 19 15-3-204. Disbursement of funds.
- 20 (a) The matching funds authorized by this subchapter are to be used 21 primarily to attract federal funds to the state for basic and strategic
- research.

 (b) The Executive Director of the Arkansas Economic Development
- 25 <u>Division of Science and Technology Authority of the Arkansas Economic</u>
- 26 <u>Development Commission</u> may approve multi-year research grants, but
- 27 disbursements of the matching funds authorized by this subchapter shall be

Commission, with the advice of the Board of Directors of the Arkansas

28 for no more than a twelve-month period.

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- 30 SECTION 80. Arkansas Code § 15-3-206 is amended to read as follows: 31 15-3-206. Reporting.
- The Arkansas Science and Technology Authority Economic Development
- 33 <u>Commission</u> shall present to the Governor's office and the General Assembly a 34 report on the investment from the Arkansas Research Matching Fund by April 1
- 35 of each even-numbered year.

1	SECTION 81. Arkansas Code § 15-3-208 is amended to read as follows:
2	15-3-208. Rules and regulations.
3	The Arkansas Science and Technology Authority Economic Development
4	Commission has the authority to establish guidelines by which eligible
5	institutions might access research funds created by this subchapter through
6	the promulgation of administrative rules and regulations in accordance with
7	the Arkansas Administrative Procedure Act, § 25-15-201 et seq.
8	
9	SECTION 82. Arkansas Code § 15-3-304 is amended to read as follows:
10	15-3-304. Collaboration of Arkansas Science and Technology Authority
11	Economic Development Commission with research universities and private
12	business sector representatives.
13	(a) The Arkansas Science and Technology Authority <u>Economic Development</u>
14	Commission may work with the chancellors and presidents of research
15	universities and the private business sector to support collaborations
16	establishing an alliance for the purpose of improving the economy of the
17	state through:
18	(1) Improving research infrastructure;
19	(2) Increasing the focus on job-creating research activities
20	within or supported by the research universities; and
21	(3) Expanding job-creating research activities toward producing
22	more knowledge-based and high-technology jobs in this state.
23	(b) The authority commission shall designate no more than five (5)
24	institutions of higher education as research universities for the purposes of
25	this subchapter.
26	
27	SECTION 83. Arkansas Code § 15-3-305 is amended to read as follows:
28	15-3-305. Areas of collaboration.
29	The Arkansas Science and Technology Authority <u>Economic Development</u>
30	<u>Commission</u> may recommend that a research alliance under this subchapter:
31	(1) Identify specific areas where scientific research and
32	technological investigation may contribute to the creation and growth of
33	knowledge-based and high-technology jobs in Arkansas;
34	(2) Determine specific areas in which financial investment in

scientific and technological research and development from federal agencies

or private businesses located in Arkansas could be enhanced or increased if

35

1	state resources were made available to assist in linancing research
2	infrastructure;
3	(3) Advise universities of the research needs of Arkansas
4	businesses and improve the exchange of scientific and technological
5	information for the mutual benefit of universities and private businesses;
6	(4) Encourage collaborations among scholars and faculty of
7	research universities in the areas of research identified by the alliance;
8	(5)(A) Recommend state investments in research infrastructure.
9	(B) In determining the recommendations for state
10	investments in research infrastructure, the alliance shall invite from
11	research universities:
12	(i) Assessments of the capabilities of the research
13	universities to seize research opportunities in the areas of research
14	identified by the alliance; and
15	(ii) Investments that would accelerate the creation
16	of economic opportunities for the citizens of the state;
17	(6) Certify investments in research infrastructure from the
18	Arkansas Research Infrastructure Fund; and
19	(7) Monitor, in the specific areas identified by the alliance:
20	(A) Growth in university research funding;
21	(B) Intellectual property creation;
22	(C) Licensing of technology to entrepreneurial firms and
23	existing Arkansas companies;
24	(D) Growth in venture capital investments in Arkansas; and
25	(E) Employment in knowledge-based and high-technology
26	employees.
27	
28	SECTION 84. Arkansas Code § 15-3-306 is amended to read as follows:
29	15-3-306. Contracting with research alliance.
30	(a) In order to assist a research alliance in achieving the objectives
31	identified in § 15-3-305, the Arkansas Science and Technology Authority
32	Economic Development Commission may contract with a research alliance or any
33	nonprofit organization recommended by a research alliance for activities
34	consistent with the research alliance's purpose under § 15-3-305.
35	(b) When contracting with the alliance or its designee under this

subchapter, the $\frac{\text{authority}}{\text{commission}}$ may directly enter into agreements with

1 persons or entities and shall not be bound by the provisions of Arkansas 2 procurement law requiring competitive bids.

- SECTION 85. Arkansas Code § 15-3-402 is amended to read as follows: 5 15-3-402. Application for funding.
 - (a) The Arkansas Science and Technology Authority Economic Development Commission shall make available forms upon which a business eligible for a grant under § 15-3-403 may apply for a grant to support the hiring of postdoctoral science and engineering graduates to work in areas of their expertise in Arkansas.
 - (b) Within thirty (30) days of the receipt of an application, the authority commission shall notify the applicant whether:
 - (1) The applicant meets the criteria for benefits; and
 - (2) Funds are available to assist the business in the hiring of postdoctoral science and engineering graduates.

- SECTION 86. Arkansas Code § 15-3-404(b) and (c), concerning grants for economic development and knowledge-based job growth, is amended to read as follows:
 - (b) The grants authorized by this section shall be administered and paid according to rules established by the Arkansas Science and Technology Authority Economic Development Commission.
 - (c) The <u>authority commission</u> shall not provide further grant funds to the approved business if at any time during the five-year grant period the postdoctoral graduate is no longer employed in Arkansas by the approved business.

- 28 SECTION 87. Arkansas Code § 15-3-405 is amended to read as follows: 29 15-3-405. Rules.
 - (a) The Arkansas Science and Technology Authority Economic Development Commission, through the promulgation of rules in accordance with the Arkansas Administrative Procedure Act, § 25-15-201 et seq., shall establish procedures consistent with this subchapter to carry out the intent of this legislation.
 - (b) The <u>authority commission</u> shall establish by rule opportunities for assisting in the hiring of postdoctoral graduates in each of the four (4) congressional districts in the state.

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 2
           SECTION 88. Arkansas Code § 15-3-503 is amended to read as follows:
 3
           15-3-503. Advisory capacity of Arkansas Research Alliance.
 4
           (a) The Arkansas Research Alliance shall serve in an advisory capacity
 5
     to the Governor, the General Assembly, the Arkansas Science and Technology
 6
     Authority Economic Development Commission, and other agencies responsible for
 7
     programs enumerated in subsection (b) of this section.
 8
           (b)(1) The Arkansas Research Alliance shall make recommendations
9
     regarding support and assistance for the accelerated growth of knowledge-
10
     based and high-technology jobs in the State of Arkansas through focused
11
     funding of the state's initiatives and programs.
12
                 (2) For funds in the Arkansas Acceleration Fund, § 19-5-1243, the
     Arkansas Research Alliance shall make recommendations to the authority
13
14
     commission regarding the allocation or reallocation of funds and moneys for
15
     programs and initiatives authorized by the:
16
                       (A) Arkansas Research Alliance Act, § 15-3-301 et seq.;
17
                       (B) Innovate Arkansas Fund, § 19-5-1237;
18
                       (C) Arkansas Risk Capital Matching Fund Act of 2007, § 15-
19
     5-1601 et seq.;
20
                       (D) Supplemental science, technology, engineering, and math
     fund grants under § 6-17-2701 et seq.;
21
22
                       (E) Existing programs of the authority commission
23
     authorized under § 15-3-101 et seq., § 15-3-201 et seq., the Arkansas
24
     Research Alliance Act, § 15-3-301 et seq., and § 15-3-401 et seq.;
25
                       (F) Arkansas Technical Careers Student Loan Forgiveness
26
     Program, § 6-50-201; and
27
                       (G) Any other programs or activities aimed at the creation
28
     of knowledge-based and high-technology jobs.
29
                 (3) In consultation with members of the Arkansas Research
30
     Alliance, the Chief Executive Officer of the Arkansas Research Alliance may
31
     solicit input, advice, or counsel from any group or individual concerning a
     policy or funding decision of the Arkansas Research Alliance, including
32
33
     without limitation Accelerate Arkansas, Innovate Arkansas, and Connect
34
     Arkansas.
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SECTION 89. Arkansas Code § 15-3-505 is amended to read as follows:

- 1 15-3-505. Recommendations.
- 2 (a) Upon receiving funding for knowledge-based and high-technology job
- 3 advancement, the Arkansas Division of Science and Technology Authority of the
- 4 Arkansas Economic Development Commission shall ensure that the Arkansas
- 5 Research Alliance meets at least annually to recommend the allocation and
- 6 priorities of funding, funding ratios, and the maximum amounts to be made
- 7 available among the particular programs to be supported under this chapter
- 8 and that will accelerate the development of knowledge-based and high-
- 9 technology jobs in Arkansas.
- 10 (b) The alliance may base its recommendations for investment and
- 11 reinvestment on an analysis of the growth in the state's knowledge-based and
- 12 high-technology jobs and associated wages and estimated individual state
- 13 income tax revenue.
- 14 (c) The alliance's recommendations may be used to guide the preparation
- 15 of budget requests by the Arkansas Science and Technology Authority division
- or budget requests by state agencies for the programs stated in § 15-3-
- 17 503(b).
- 18 (d)(1) The Board of Directors of the Arkansas Science and Technology
- 19 Authority Executive Director of the Arkansas Economic Development Commission
- 20 with the advice of the Board of Directors of the Division of Science and
- 21 Technology of the Arkansas Economic Development Commission may act on the
- 22 alliance's recommendations.
- 23 (2) The governing body of each agency listed under § 15-3-503(b)
- 24 may act on the alliance's recommendations for the programs listed in its
- 25 area.
- 26 (3) The board <u>director</u> shall report <u>its</u> <u>his or her</u> actions to the
- 27 Governor by June 30 of each year and shall forward copies of the report to
- 28 the agencies included in the report's recommendations.
- 29
- 30 SECTION 90. Arkansas Code § 15-4-915(c)(1)(A), concerning ex officio
- 31 members of the board of directors the development finance corporation, is
- 32 amended to read as follows:
- 33 (c)(1)(A) In addition to the directors elected by the holders of common
- 34 stock of a development finance corporation, the Executive Director of the
- 35 Arkansas Economic Development Commission, and the President of the Arkansas
- 36 Development Finance Authority, and the Executive Director of the Arkansas

1 Science and Technology Authority or persons holding similar executive 2 positions in any agency or instrumentality succeeding thereto shall be ex 3 officio members of the board of directors of each corporation created under 4 this subchapter. 5 6 SECTION 91. Arkansas Code § 15-4-1008(a)(1), concerning ex officio 7 members of the governing board of capital development companies, is amended 8 to read as follows: 9 (a)(1) The Executive Director of the Arkansas Economic Development 10 Council, and the President of the Arkansas Development Finance Authority, and 11 the President of the Arkansas Science and Technology Authority, or their 12 respective designees, or persons holding similar executive positions in any 13 agency or instrumentality succeeding thereto, or their respective designees, 14 shall be ex officio members of the governing board of each capital 15 development company created under this subchapter during their respective 16 terms of office. 17 18 SECTION 92. Arkansas Code § 15-4-2703(8), concerning the definition of 19 "director", is amended to read as follows: 20 (8) "Director" means the Executive Director of the Arkansas 21 Economic Development Commission; 22 23 SECTION 93. Arkansas Code § 15-4-2703(10)(I), concerning the 24 definition of "eligible businesses", is amended to read as follows: 25 (I) The Executive Director of the Arkansas Economic 26 Development Commission may classify a nonretail business as an eligible 27 business if the following conditions exist: 28 (i) The business receives at least seventy-five 29 percent (75%) of its sales revenue from out of state; and 30 (ii) The business proposes to pay wages in excess of 31 one hundred ten percent (110%) of the county or state average hourly wage, 32 whichever is less; 33 34 SECTION 94. Arkansas Code § 15-4-2703(12)(C), concerning the 35 definition of "existing employees", is amended to read as follows: 36 (C) If the **Executive** Director of the Arkansas Economic

1 Development Commission and the Director of the Department of Finance and 2 Administration find that a significant impairment of Arkansas job 3 opportunities for existing employees will otherwise occur, they may jointly 4 authorize the counting of existing employees as new full-time permanent 5 employees; 6 7 SECTION 95. Arkansas Code § 15-4-2703(17)(A)(ii)(b), concerning the 8 definition of "in-house research", is amended to read as follows: 9 (b) A contractual agreement with a state 10 college, state university, or other research organization to perform research 11 for a targeted business if the President of the Arkansas Science and 12 Technology Authority Executive Director of the Arkansas Economic Development 13 Commission with the advice of the Board of Directors of the Division of 14 Science and Technology of the Arkansas Economic Development Commission makes 15 a written determination before the research is performed that the research is 16 essential to the core function of the targeted business. 17 18 SECTION 96. Arkansas Code § 15-4-2703(32)(A), concerning the 19 definition of "project plan", is amended to read as follows: 20 (A) Submitted to the commission containing such information 21 as may be required by the Executive Director of the Arkansas Economic 22 Development Commission to determine eligibility for benefits; and 23 24 SECTION 97. Arkansas Code § 15-4-2703(41), concerning the definition 25 of "strategic research", is amended to read as follows: 26 (41) "Strategic research" means research that has strategic 27 economic or long-term commercial value to the state and that is identified in 28 the research and development plan approved from time to time by the Executive 29 Director of the Arkansas Economic Development Commission with the advice of 30 the Board of Directors of the Arkansas Division of Science and Technology

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33 SECTION 98. Arkansas Code § 15-4-2708(d)(1)(B) and (d)(2), concerning 34 qualifications for a research and development tax credit, are amended to read 35 as follows:

Authority Arkansas Economic Development Commission;

36 (B) Projects under the research and development programs of

- 1 the Arkansas Division of Science and Technology Authority of the Arkansas
- 2 <u>Economic Development Commission</u> when the projects directly involve an
- 3 Arkansas business and are approved by the **Executive Director of the Arkansas**
- 4 Economic Development Commission with the advice of the Board of Directors of
- 5 the Arkansas <u>Division of Science and Technology Authority</u> of the Arkansas
- 6 <u>Economic Development Commission</u> under rules promulgated by the authority
- 7 division for those programs.
- 8 (2) However, the maximum tax credit for a qualified business
- 9 engaged in a research area of strategic value or involved in research and
- 10 development programs sponsored by the authority division shall not exceed
- 11 fifty thousand dollars (\$50,000) per year.

- 13 SECTION 99. Arkansas Code § 15-4-3303(b)(1), concerning the equity 14 investment incentive tax credit, is amended to read as follows:
- 15 (b)(1) The award of the equity investment incentive tax credit to a
- 16 qualified business under subsection (a) of this section shall be determined
- 17 jointly at the discretion of the Executive Director of the Arkansas Economic
- 18 Development Commission, with the advice of the Board of Directors of the
- 19 <u>Division of Science and Technology of the Arkansas Economic Development</u>
- 20 Commission and the President of the Arkansas Development Finance Authority,
- 21 and the President of the Arkansas Science and Technology Authority.

- SECTION 100. Arkansas Code § 15-4-3304(b) and (c), as amended by Act 164 of 2015, concerning applications for an equity investment incentive tax
- 25 credit, is amended to read as follows:
- 26 (b) The application shall include:
- 27 (1) A business plan describing the proposed business for which an equity investment incentive tax credit is sought;
- 29 (2) A projection of the amount of capital being sought for the 30 proposed business;
- 31 (3) If the application proposes to use a convertible financing
- 32 structure, a clear statement concerning the timing and conditions under which
- 33 the convertible financing structure converts into equity; and
- 34 (4) Other information requested jointly by the Executive
- 35 Director of the Arkansas Economic Development Commission, and the President
- 36 of the Arkansas Development Finance Authority, and the President of the

1 Arkansas Science and Technology Authority. 2 (c)(1) The commission shall gather information necessary to determine 3 the eligibility of a business that seeks an equity investment incentive tax 4 credit and process the application. 5 (2) The commission shall share the application and all 6 information concerning the business with the Arkansas Development Finance 7 Authority and the Arkansas Division of Science and Technology Authority of 8 the Arkansas Economic Development Commission for review and concurrence on 9 whether or not an equity investment incentive is offered to the business. 10 11 SECTION 101. Arkansas Code § 15-4-3306 is amended to read as follows: 12 15-4-3306. Rules. 13 The Arkansas Economic Development Commission, and the Arkansas 14 Development Finance Authority, and Arkansas Science and Technology Authority 15 shall promulgate jointly rules to implement this subchapter. 16 17 SECTION 102. Arkansas Code § 15-5-1603(5), concerning the definition 18 of "review committee", is amended to read as follows: 19 (5) "Review committee" means a committee composed of the 20 President of the Arkansas Development Finance Authority, the President of the 21 Arkansas Science and Technology Authority, and the Executive Director of the 22 Arkansas Economic Development Commission; 23 24 SECTION 103. Arkansas Code § 15-5-1603(8), concerning the definition 25 of "Venture Capital Investment Trust", is amended to read as follows: 26 (8) "Venture Capital Investment Trust" means the public trust 27 formed July 21, 2003, under § 28-72-201 et seq., the trustees of which are 28 the President of the Arkansas Development Finance Authority, the President of 29 the Arkansas Science and Technology Authority the Executive Director of the 30 Arkansas Economic Development Commission, and the Director of the Department

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SECTION 104. Arkansas Code § 15-5-1605(c)(1), concerning funding of the Arkansas Risk Capital Matching Fund, is amended to read as follows:

expanding enterprises in the State of Arkansas.

of Finance and Administration, and that has as a principal purpose increasing

the availability of equity capital and near-equity capital for emerging and

1	(c)(l) Moneys and funds received by the Arkansas Development Finance
2	Authority, the Arkansas Science and Technology Authority, or the Arkansas
3	Economic Development Commission designated for use or ownership by the fund
4	shall be deposited to the trust and held in the Technology Validation Account
5	and the Enterprise Development Account of the fund, as applicable and as
6	specified in this subchapter, until used for the purposes of this subchapter.
7	
8	SECTION 105. Arkansas Code § 15-5-1608(2)(D)-(F), concerning
9	publication of the annual report concerning the Venture Capital Investment
10	Trust, is amended to read as follows:
11	(D) Arkansas Development Finance Authority; and
12	(E) Arkansas Science and Technology Authority; and
13	(F) Arkansas Economic Development Commission; and
14	
15	SECTION 106. Arkansas Code § 15-9-104(a) as amended by Act 1100 of
16	2015, concerning the membership of the Commission on Information Age
17	Communities, is amended to read as follows:
18	(a) There is created the Commission on Information Age Communities,
19	which shall consist of $\frac{\text{nine }(9)}{\text{eight }(8)}$ voting members:
20	(1) The President of the Arkansas Science and Technology
21	Authority;
22	(2) The <u>Executive</u> Director of the Arkansas Economic Development
23	Commission;
24	$\frac{(3)}{(2)}$ The Director of the Department of Finance and
25	Administration;
26	(4) (3) The Director of the Department of Information Systems;
27	$\frac{(5)}{(4)}$ The Director of the Department of Education;
28	(6)(5) The Director of the Department of Higher Education; and
29	$\frac{(7)(A)(6)(A)}{(6)(A)}$ Three (3) members appointed by the Governor subject
30	to confirmation by the Senate who are knowledgeable in various aspects of
31	information technology and community development.
32	(B) The members appointed by the Governor shall serve
33	staggered three-year terms.
34	(C) The Governor shall consult the commission before
35	making an appointment under this subdivision (a)(7).
36	

- 1 SECTION 107. Arkansas Code § 19-5-1208(b), concerning administration 2 of the Arkansas Research Matching Fund, is amended to read as follows:
 - (b) The Arkansas Research Matching Fund shall be administered by the Arkansas Science and Technology Authority Executive Director of the Arkansas Economic Development Commission and shall be for the benefit of colleges and universities located within the State of Arkansas.

- 8 SECTION 108. Arkansas Code § 19-5-1236(c), concerning use of the 9 Technology Acceleration Fund, is amended to read as follows:
- 10 (c) The Technology Acceleration Fund shall be used by the Arkansas
 11 Economic Development Commission, the Arkansas Science and Technology
 12 Authority, and the Arkansas Development Finance Authority for investment
 13 incentives to enhance the economy of the state through technology
 14 development.

- 16 SECTION 109. Arkansas Code § 19-5-1236(e), concerning use of the 17 Technology Acceleration Fund, is amended to read as follows:
 - (e)(1) Any proposed use of the Technology Acceleration Fund by the Arkansas Economic Development Commission, Arkansas Science and Technology Authority, or Arkansas Development Finance Authority shall first be approved by the Governor.
 - (2) The Arkansas Economic Development Commission, the Arkansas Science and Technology Authority, and the Arkansas Development Finance Authority shall make a joint recommendation to the Governor for any proposed use of the Technology Acceleration Fund.

- SECTION 110. Arkansas Code § 19-5-1243(c), concerning use of the Arkansas Acceleration Fund, is amended to read as follows:
- (c) The fund shall be used by the Arkansas Division of Science and Technology Authority of the Arkansas Economic Development Commission to provide support and assistance for the accelerated growth of knowledge-based and high-technology jobs in the State of Arkansas through focused funding of the state initiatives and programs as defined under the Arkansas Acceleration Fund Act, § 15-3-501 et seq.

SECTION 111. Arkansas Code § 19-6-808(c), concerning use of the

1 Arkansas Research Infrastructure Fund, is amended to read as follows: 2 (c) The fund shall be used by the Arkansas Division of Science and Technology Authority of the Arkansas Economic Development Commission for the 3 4 purposes delineated under the Arkansas Research Alliance Act, § 15-3-301 et 5 seq. 6 7 SECTION 112. Arkansas Code § 19-12-115(c)(1), concerning membership of 8 the Arkansas Biosciences Institute Board, and amending a portion of the law 9 resulting from Initiated Act 1 of 2000, is amended to read as follows: 10 (c)(1) Arkansas Biosciences Institute Board. There is hereby 11 established the Arkansas Biosciences Institute Board which shall consist of 12 the following: the President of the University of Arkansas; the President of 13 Arkansas State University; the Chancellor of the University of Arkansas for 14 Medical Sciences; the Chancellor of the University of Arkansas at 15 Fayetteville; the Vice President for Agriculture of the University of 16 Arkansas; the Executive Director of the Arkansas Science and Technology 17 Authority Arkansas Economic Development Commission; the Director of the 18 National Center for Toxicological Research; the President of Arkansas 19 Children's Hospital; and two (2) individuals possessing recognized 20 scientific, academic or business qualifications appointed by the Governor. 21 The two (2) members of the Arkansas Biosciences Institute Board who are 22 appointed by the Governor will serve four (4) year terms and are limited to 23 serving two consecutive four (4) year terms. The terms shall commence on 24 October 1 of each year. These members appointed by the Governor are not 25 entitled to compensation for their services, but may receive expense 26 reimbursement in accordance with § 25-16-902, to he paid from funds 27 appropriated for this program. The Arkansas Biosciences Institute Board shall 28 establish and appoint the members of an Industry Advisory Committee and a 29 Science Advisory Committee composed of knowledgeable persons in the fields of 30 industry and science. These Committees shall serve as resources for the 31 Arkansas Biosciences Institute Board in their respective areas and will 32 provide an avenue of communication to the Arkansas Biosciences Institute 33 Board on areas of potential research.

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SECTION 113. Arkansas Code § 19-12-117(a), concerning membership of the Arkansas Tobacco Settlement Commission and amending a portion of the law

1	resulting from Initiated Act 1 of 2000, is amended to read as follows:
2	(a) There is hereby created and recognized the Arkansas Tobacco
3	Settlement Commission, which shall be composed of the following:
4	(1) The Executive Director of the Arkansas Science and Technology
5	Authority Economic Development Commission or his or her designee;
6	(2) The Director of the Department of Education or his or her
7	designee;
8	(3) The Director of the Department of Higher Education or his or
9	her designee;
10	(4) The Director of the Department of Human Services or his or
11	her designee;
12	(5) The Director of the Department of Health or his or her
13	designee;
14	(6) A healthcare professional to be selected by the President Pro
15	Tempore of the Senate;
16	(7) A healthcare professional to be selected by the Speaker of
17	the House of Representatives;
18	(8) A citizen selected by the Governor; and
19	(9) A citizen selected by the Attorney General.
20	
21	SECTION 114. Arkansas Code § 25-1-302(a)(18), concerning the
22	prohibition of membership on specified executive branch boards and
23	commissions by members of the General Assembly, is amended to read as
24	follows:
25	(18) Arkansas Science and Technology Authority, § 15-3-103 Board
26	of Directors of the Division of Science and Technology of the Arkansas
27	<pre>Economic Development Commission, § 15-3-105;</pre>
28	
29	SECTION 115. Arkansas Code § 25-27-103(a)(1), as amended by Acts 2013,
30	No. 1100, Section 62, concerning the membership of the Information Network of
31	Arkansas board, is amended to read as follows:
32	(1) The President of the Arkansas Science and Technology
33	Authority, or the president's Executive Director of the Arkansas Economic
34	Development Commission or his or her designee;
35	

SECTION 116. Arkansas Code § 25-42-106(a)(3)(xiii), concerning the

2 follows: 3 (xiii) A representative of the Arkansas Division of 4 Science and Technology Authority of the Arkansas Economic Development 5 Commission; 6 7 SECTION 117. Arkansas Code § 26-51-815(d)(2)(D), concerning the 8 definition of "qualified technology incubator", is amended to read as 9 follows: (D) "Qualified technology incubator" means a business 10 11 incubator certified by the Executive Director of the Arkansas Economic 12 Development Commission with the advice of the Board of Directors of the 13 Arkansas Division of Science and Technology Authority of the Arkansas 14 Economic Development Commission as being a facility operated in cooperation with an Arkansas college or university to foster the growth of technology-15 16 based enterprises. 17 18 SECTION 118. Arkansas Code § 26-51-1101(8), concerning the definition 19 of "qualified research program", is amended to read as follows: 20 (8) "Qualified research program" means a program of applied or 21 basic research undertaken by a qualified educational institution pursuant to 22 rules jointly prescribed by the Arkansas Division of Science and Technology 23 Authority of the Arkansas Economic Development Commission and the Department 24 of Higher Education under § 15-3-110; 25 26 SECTION 119. Arkansas Code § 26-51-1102(c)(2)(A), concerning 27 qualifications for the tax credit for certain donations to qualified 28 educational institutions for a qualified education program or a qualified 29 research program, is amended to read as follows: (A) Be consistent with the research and development plan 30 31 approved by the Executive Director of the Arkansas Economic Development 32 Commission with the advice of the Board of Directors of the Arkansas Division 33 of Science and Technology Authority of the Arkansas Economic Development 34 Commission, as evidenced by a letter of support from the President of the 35 Arkansas Science and Technology Authority executive director; and

membership of the Health Information Exchange Council, is amended to read as

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1 SECTION 120. Arkansas Code § 26-51-1104(b), concerning documentation 2 required to claim a tax credit for certain donations to qualified educational institutions for a qualified education program or a qualified research 3 4 program, is amended to read as follows: 5 (b) To claim the credit granted by § 26-51-1102, the taxpayer must show 6 that the Arkansas Division of Science and Technology Authority of the 7 Arkansas Economic Development Commission and the Department of Higher 8 Education have approved the qualified research expenditure as a part of a 9 qualified research program. 10 11 SECTION 121. Arkansas Code § 26-51-1105 is amended to read as follows: 26-51-1105. Rules and regulations. 12 13 The Director of the Department of Finance and Administration, the 14 Director of the Department of Higher Education, the Director of the 15 Department of Career Education, the Director of the Department of Workforce 16 Education, and the President of the Arkansas Science and Technology Authority 17 Executive Director of the Arkansas Economic Development Commission shall 18 promulgate such reasonable rules and regulations as they shall deem necessary 19 and appropriate to carry out the purposes of this subchapter. 20 SECTION 122. DO NOT CODIFY. Transfer of the Department of Rural 21 22 Services to the Arkansas Economic Development Commission. 23 (a)(1) The Department of Rural Services is transferred to the Arkansas 24 Economic Development Commission by a type 2 transfer under § 25-2-105. 25 (2) As used in this act, the Arkansas Economic Development 26 Commission is the principal department. 27 (b) All authority, powers, duties, functions, records, personnel, property, unexpended balances of appropriations, allocations, and other 28 29 funds, including the functions of budgeting or purchasing, are transferred to 30 the Arkansas Economic Development Commission, except as specified by this 31 act. 32 (c) All powers, duties, and functions, including rulemaking, 33 regulation, and licensing, promulgation of rules, rates, regulations, and 34 standards, and the rendering of findings, orders, and adjudications are 35 transferred to the Executive Director of the Arkansas Economic Development

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Commission.

1	(d) The members of the Board of Directors of the Arkansas Rural
2	Development Commission, and their successors, shall continue to be selected
3	in the manner and serve for the terms provided by the statutes applicable to
4	the commission except as specified in this act.
5	(e) Except as specified in this act, the Arkansas Code Revision
6	Commission shall replace "Department of Rural Services" with "Rural Services
7	Division of the Arkansas Economic Development Commission".
8	
9	SECTION 123. Arkansas Code § 15-6-102(a)(4), concerning the
10	legislative intent of the "Arkansas Rural Development Program Act" and
11	certain duties of the Department of Rural Services, is amended to read as
12	follows:
13	(4) Since no state office has been specifically created to
14	promote, harmonize, or assist efforts to address the unique needs,
15	conditions, and strengths of rural areas of the state, it is, therefore, the
16	intent of the General Assembly to create the Arkansas Rural Development
17	Commission and a Department of Rural Services <u>Division of the Arkansas</u>
18	Economic Development Commission. The commission division shall serve as the
19	focal point for generating rural development policy initiatives for the State
20	of Arkansas.
21	
22	SECTION 124. Arkansas Code § 15-6-102(b), concerning the legislative
23	intent of the "Arkansas Rural Development Program Act" and certain duties of
24	the Department of Rural Services, is amended to read as follows:
25	(b) The department division shall:
26	(1) Serve as a single contact point for rural governments,
27	service providers, state and federal agencies, and for individuals interested
28	in rural policies and programs of the state;
29	(2) Strive to promote cooperative and integrated efforts among
30	such agencies and programs that are designed to address rural needs; and
31	(3) Recommend to the Governor and to the General Assembly the
32	suitable use of policies, programs, long-range plans, laws, and regulatory
33	mechanisms in order to meet such needs.
34	
35	SECTION 125. Arkansas Code $\S 15-6-103(1)-(3)$, concerning the
36	definitions of "commission", "department", and "director", are repealed.

2	as established by this chapter;
3	(2) "Department" means the Department of Rural Services
4	established by this chapter;
5	(3) "Director" means the chief administrative officer of the
6	Department of Rural Services as established by this chapter;
7	
8	SECTION 126. Arkansas Code § 15-6-104, concerning the creation of the
9	Arkansas Rural Development Commission, is amended to add an additional
10	subsection to read as follows:
11	(e) The commission shall advise and assist the Executive Director of
12	the Arkansas Economic Development Commission in the performance of his or her
13	duties under this subchapter.
14	
15	SECTION 127. Arkansas Code § 15-6-105 is amended to read as follows:
16	15-6-105. Department of Rural Services <u>Division of the Arkansas</u>
17	Economic Development Commission.
18	(a) There is created the Department of Rural Services <u>Division of the</u>
19	Arkansas Economic Development Commission.
20	(b) The head of the department division shall be the Director of the
21	Department of Rural Service, who shall be appointed by the Governor and shall
22	serve at his or her pleasure, subject to confirmation by the Arkansas Rural
23	Development Commission Arkansas Economic Development Commission.
24	(c) The director division shall employ necessary staff to carry out the
25	duties and functions of the department division as otherwise provided in this
26	chapter or as otherwise provided by law.
27	(d) The Governor shall direct that all state agencies provide the
28	director with assistance in advancing the purpose of the $\frac{\text{department}}{\text{department}}$
29	to assure that the activities of the department division are fully
30	coordinated with the activities of state agencies providing related services
31	
32	SECTION 128. Arkansas Code § 15-6-106, as amended by Acts 2015, No.
33	371, is amended to read as follows:
34	15-6-106. Arkansas Rural Development Commission — Department of Rural
35	Services <u>Division of the Arkansas Economic Development Commission</u> —
36	Functions, powers, and duties,

(1) "Commission" means the Arkansas Rural Development Commission

- 1 (a) The Arkansas Rural Development Commission, by and through the
 2 Department of Rural Services, the Director of the Department of Rural
 3 Services, and his or her duly authorized officers and employees, Executive
 4 Director of the Arkansas Economic Development Commission by and through the
 5 Division of Rural Services of the Arkansas Economic Development Commission
 6 shall have the following functions, powers, and duties:
- 7 (1) To serve as a clearinghouse and provide comprehensive 8 information relating to rural development and revitalization upon request to 9 any agency, individual, or corporation;
- 10 (2) To advise and assist agencies, individuals, and corporations 11 in answering particular rural revitalization and development needs, including 12 cooperative efforts among such agencies, individuals, and corporations to 13 solve common problems or provide services in these areas;

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- (3)(A) To receive notification from all state and federal agencies, individuals, or corporations engaged in rural development and revitalization of program descriptions, appropriation data, and application procedures.
- (B) The department division shall maintain a listing of existing programs and advise local agencies, individuals, or corporations of their existence;
- 21 (4) To assist, upon request, applicant local agencies,
 22 individuals, or corporations located in rural areas in obtaining timely and
 23 efficient responses from state and federal agencies, to assist such
 24 applicants in consideration of alternative program grant strategies, to
 25 assist state and federal agencies in cooperative approaches to address the
 26 needs of such applicants, and to provide technical assistance to agencies in
 27 formulating and implementing rural development and revitalization programs;
 - (5) To assist the Governor and the General Assembly in the integration and formulation of state rural development and revitalization policy and long-range plans for rural areas and in answering needs related thereto;
- 32 (6) To analyze and make recommendations concerning proposed new 33 state legislation or programs that may affect rural areas;
- 34 (7) To apply for and receive grants or financial assistance from 35 the federal government or other agencies, individuals, or corporations;
 - (8) To assist the Governor in coordinating the activities and

- l services of those departments and agencies of the state having relationships
- 2 with local rural agencies, individuals, and corporations in order to provide
- 3 more effective service to them and to simplify state procedures relating
- 4 thereto;
- 5 (9) To keep the Governor informed about the problems and needs of
- 6 agencies, individuals, and corporations that are involved with rural
- 7 development and revitalization and to assist in formulating policies with
- 8 respect thereto and utilizing the resources of state government for the
- 9 benefit of rural areas; and
- 10 (10) To promote and encourage the establishment of a nonprofit
- 11 foundation, a Center for Rural Arkansas, and to cooperate and coordinate with
- 12 and assist the center in accessing state and federal government and private
- 13 nonprofit and corporate foundation grant funds to aid in rural development
- 14 and revitalization for rural Arkansas; and
- 15 (11) To administer the conservation education program
- 16 $\,$ established under $\$ 6-16-1101 for the benefit of all school districts and
- 17 conservation districts in the state, regardless of population.
- 18 (b) The commission shall have the power to executive director may
- 19 prescribe and issue, pursuant to the Arkansas Administrative Procedure Act, §
- 20 25-15-201 et seq., such reasonable rules and regulations as may be necessary
- 21 to carry out the provisions of this chapter.
- 22 (c) The commission division shall prepare and submit biennially on
- 23 January 1 a comprehensive report concerning the assistance activities
- 24 undertaken by the department under the direction of the commission division,
- 25 any recommendations for legislative proposals, data concerning program
- 26 activities in rural areas, and other pertinent information which, in the
- 27 opinion of the commission, will indicate the activities conducted by the
- 28 department and the commission division in the previous biennium.

- 30 SECTION 129. Arkansas Code § 15-6-107 is amended to read as follows:
- 31 15-6-107. Assistance programs and grants.
- 32 (a) The Department of Rural Services Division of the Arkansas Economic
- 33 Development Commission shall request such specific information as the
- 34 Arkansas Rural Development Commission and the Director of the Department of
- 35 Rural Services determine Executive Director of the Arkansas Economic
- 36 <u>Development Commission determines</u> to be necessary concerning assistance

- 1 programs and grants administered by federal, state, and local agencies,
- 2 individuals, and corporations designed to enhance rural areas. The
- 3 information shall be used to advise local agencies, individuals, or
- 4 corporations for the purpose of promoting coordination in program or grant
- 5 efforts wherever feasible or proper.
- 6 (b) Any political subdivision requesting program grants or assistance
- 7 in order to address rural development and revitalization needs, conditions,
- 8 or strengths in rural areas, pursuant to the rules of the commission Arkansas
- 9 Economic Development Commission, may confer with the department division to
- 10 obtain assistance in gaining the most prompt and efficient processing and
- 11 review of any grant applications.
- 12 (c) The department division, so far as possible, shall render such
- 13 assistance, and the commission executive director may designate an officer or
- 14 employee of the department division to act as an expediter for the purpose
- 15 of:
- 16 (1) Facilitating contacts for the applicant with state, federal,
- 17 or local agencies, individuals, or corporations responsible for processing
- 18 and reviewing grant applications;
- 19 (2) Arranging conferences to clarify the interest and
- 20 requirements of any such agency, individual, or corporation with respect to
- 21 grant applications;
- 22 (3) Considering with the agency, individual, or corporation the
- 23 feasibility of consolidating hearings and data required of the applicant;
- 24 (4) Assisting the applicant in the resolution of outstanding
- 25 issues identified by the agency, individual, or corporation, including delays
- 26 experienced in application review; and
- 27 (5) Coordinating federal, state, and local grant application
- 28 review actions and assistance programs to the extent practicable.

- 30 SECTION 130. Arkansas Code § 15-47-103 is amended to read as follows:
- 31 15-47-103. Wildlife Recreation Facilities Pilot Program.
- 32 (a) There is created a program to be known as the "Wildlife Recreation
- 33 Facilities Pilot Program".
- 34 (b) The program shall be developed, implemented, and administered by
- 35 the Department of Rural Services and the Arkansas Rural Development
- 36 Commission Division of the Arkansas Economic Development Commission with the

- 1 assistance of the Arkansas State Game and Fish Commission.
- 2 (c) The purpose of the program is to:
- 5 (2) Attract tourists for the enjoyment and utilization of 6 wildlife sports, including hunting and fishing;
- 7 (3) Ignite interest in the wildlife resources and nature 8 appreciation activities of Arkansas; and
- 9 (4) Promote economic development in the state through the use and 10 enjoyment of the state's abundant wildlife resources.
 - (d) The department and the commission division and the Arkansas State Game and Fish Commission agree to work cooperatively to establish criteria and recommendations for wildlife recreation facilities, including without limitation the development of community ponds, shooting ranges, community fishing, and access areas for fishing for the enjoyment of the wildlife resources of the state by our citizens and visitors to the state who are attracted to Arkansas's abundant wildlife resources.
 - (e) The department and the commission division and the Arkansas State Game and Fish Commission agree to develop plans and review the needs and requirements for the construction and development of wildlife recreation facilities under the program.
 - (f) The department division, with the assistance and advice of the ecommission Arkansas State Game and Fish Commission, shall establish criteria for the wildlife recreation facilities by the promulgation of rules in accordance with the Arkansas Administrative Procedure Act, § 25-15-201 et seq., for the development of wildlife recreation facilities in the program.

SECTION 131. Arkansas Code § 15-47-104 is amended to read as follows:

(a)(1) The Arkansas State Game and Fish Commission voluntarily agrees to make available an amount not to exceed five hundred thousand dollars (\$500,000) for the fiscal year beginning July 1, 2011, and ending June 30, 2012, for the Wildlife Recreation Facilities Pilot Program for the development of wildlife recreation facilities under this subchapter from moneys that the commission has received from oil and gas leases in the

36 Fayetteville Shale.

15-47-104. Funding.

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- 1 (2) The General Assembly recognizes that the agreement under 2 subdivision (a)(1) of this section does not constitute:
 - (A) A mandate by the General Assembly;

- 4 (B) An appropriation of funds by the General Assembly; or
 - (C) A waiver or relinquishment by the commission of the
- $\,\,$ 6 authority vested in the commission under Arkansas Constitution, Amendment $\,$ 35.
- 7 (3) Before any moneys are distributed under this section, the
 8 commission Arkansas State Game and Fish Commission shall retain the right to
 9 approve or disapprove the release of moneys.
 - (4) Future funding for the program is subject to the review under subdivisions (b)(2) and (3) of this section and shall be determined by and distributed from the availability of royalties from oil and gas leases in the Fayetteville Shale that the commission receives or from other sources that are not from the commission Arkansas State Game and Fish Commission.
 - (b)(1) The Department of Rural Services Division of the Arkansas

 Economic Development Commission and the commission Arkansas State Game and

 Fish Commission agree to execute a memorandum of understanding to delineate each party's participation, obligation, and cooperation in the program sufficient to fulfill the requirements of this section.
 - (2) The department division and the commission Arkansas State

 Game and Fish Commission agree to review the memorandum of understanding

 every two (2) years to evaluate the effectiveness and success of the program

 and to reexamine the need for moneys to be made available to the department

 division to fund the development of wildlife recreation facilities.
 - (3) If both the commission Arkansas State Game and Fish Commission and the department division agree that the program meets or exceeds the purpose of the legislation or agree that to discontinue the program would result in an undue disruption of progress, the parties shall reexecute a memorandum of understanding under subdivision (b)(1) of this section.
 - (c) An agreement for funding in a memorandum of understanding under subdivision (b)(l) of this section and a distribution of money under this subchapter require the final approval of the commission Arkansas State Game and Fish Commission.
 - (d) The maximum grant amount for a single project funded under the program is one hundred thousand dollars (\$100,000) per year.

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2	SECTION 132. Arkansas Code § 14-272-101(b)(1)(I), concerning the
3	membership of the Rural Fire Department Study Committee, is amended to read
4	as follows:
5	(I) The Director of the Department of Rural Services
6	Arkansas Economic Development Commission or the director's designee; and
7	
8	SECTION 133. Arkansas Code § 19-5-997(b), concerning the contents of
9	the Center for Rural Arkansas Trust Fund, is amended to read as follows:
10	(b) This fund shall consist of those funds that may be received from
11	private, foundation, and corporate sources and funds provided by the General
12	Assembly to be used to finance the appropriation made by this act for the
13	Center for Rural Arkansas. The Department of Rural Services <u>Division of the</u>
14	Arkansas Economic Development Commission shall only transfer the interest
15	earnings from the fund annually to finance the appropriations made for its
16	matching grant programs with the principal amount to remain in the fund.
17	
18	SECTION 134. Arkansas Code § 19-5-1136(d)(3)(A), concerning the
19	distribution of the Animal Rescue and Shelter Trust Fund, is amended to read
20	as follows:
21	(3)(A) Thirty percent (30%) is distributed to the $\frac{Department}{dt}$
22	Rural Services <u>Division of the Arkansas Economic Development Commission</u> to
23	provide grants to a county or municipality based only on the infrastructure
24	needs for animal rescues or animal shelters.
25	
26	SECTION 135. Arkansas Code § 19-6-811 is amended to read as follows:
27	19-6-811. Wildlife Recreation Facilities Fund.
28	(a) There is created on the books of the Treasurer of State, the
29	Auditor of State, and the Chief Fiscal Officer of the State a special revenue
30	fund to be known as the "Wildlife Recreation Facilities Fund" administered by
31	the Department of Rural Services <u>Division of the Arkansas Economic</u>
32	<u>Development Commission</u> .
33	(b) The fund shall consist of:
34	(1) Those special revenues and any other revenues authorized by
35	law;

(2) Any moneys appropriated to it by the General Assembly; and

1 (3) Any gifts, contributions, grants, or bequests received from 2 federal, private, or other sources. 3 (c) The fund shall be used by the department division to develop 4 criteria to establish and fund the development and maintenance of wildlife 5 recreation facilities. 6 7 SECTION 136. Arkansas Code § 27-3-103(b)(3)(E), concerning the 8 membership of the Arkansas Public Transportation Coordination Council, is 9 amended to read as follows: 10 (E) The Director of the Department of Rural Services 11 Arkansas Economic Development Commission or his or her designee; 12 SECTION 137. DO NOT CODIFY. Transfer of the Division of Land Surveys 13 14 of the Arkansas Agriculture Department to the Arkansas Geographic Information 15 System Office. 16 (a)(1) The Division of Land Surveys of the Arkansas Agriculture 17 Department is transferred to the Arkansas Geographic Information System 18 Office by a type 2 transfer under § 25-2-105. 19 (2) As used in this act, the Arkansas Geographic Information 20 System Office is the principal department. (b) All authority, powers, duties, functions, records, personnel, 21 22 property, unexpended balances of appropriations, allocations, and other 23 funds, including the functions of budgeting or purchasing, are transferred to the Arkansas Geographic Information System Office, except as specified by 24 25 this act. 26 (c) All powers, duties, and functions, including rulemaking, 27 regulation, and licensing, promulgation of rules, rates, regulations, and standards, and the rendering of findings, orders, and adjudications are 28 29 transferred to the Arkansas Geographic Information Systems Board. 30 (d) The members of the Advisory Board to the Division of Land Surveys, 31 and their successors, shall continue to be selected in the manner and serve 32 for the terms provided by the statutes applicable to the board except as 33 specified in this act. 34 (e) Except as specified in this act, the Arkansas Code Revision

Commission shall replace "Division of Land Surveys of the Arkansas

Agriculture Department" with "Division of Land Surveys of the Arkansas

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1	Geographic Information System Office".
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3	SECTION 138. Arkansas Code § 15-21-101 is amended to read as follows:
4	15-21-101. Restoration of General Land Office corners.
5	(a) In order to expedite the restoration of original United States
6	General Land Office, or GLO, corners by placement of markers and monuments, a
7	contract between certified land surveyors of this state and the Division of
8	Land Surveys of the Arkansas Agriculture Department Arkansas Geographic
9	Information System Office shall not be required.
10	(b) Compensation may be made to any certified surveyor who provides
11	proof of restoration according to specifications prescribed by the State
12	Surveyor Arkansas Geographic Information Systems Board.
13	
14	SECTION 139. Arkansas Code § 15-21-201(a), concerning the creation of
15	the Division of Land Surveys, is amended to read as follows:
16	(a) There is created in the Arkansas Agriculture Department a Division
17	of Land Surveys of the Arkansas Geographic Information System Office.
18	
19	SECTION 140. Arkansas Code § 15-21-202 is amended to read as follows:
20	15-21-202. Land survey advisory board <u>Survey Advisory Board</u> — Creation
21	- Members.
22	(a)(1) There is created an the Land Survey Advisory Board to the
23	Division of Land Surveys.
24	(2) The Land Survey Advisory Board shall assist and advise the
25	Arkansas Geographic Information Systems Board concerning the powers,
26	authority, and duties conferred upon the Arkansas Geographic Information
27	Systems Board under this subchapter.
28	(b) The board <u>Land Survey Advisory Board</u> shall consist of the
29	following:
30	(1) One (1) person who is a professional engineer and registered
31	professional surveyor designated by the State Board of Licensure for
32	Professional Engineers and Professional Surveyors;
33	(2) One (1) person who is a registered professional surveyor
34	designated by the Arkansas Association of Professional Surveyors;
35	(3) One (1) person designated by the Arkansas Realtors
36	Association;

1	(4) One (1) person who is a registered professional engineer and
2	registered professional surveyor with the Arkansas State Highway and
3	Transportation Department designated by the State Highway Commission;
4	(5) One (1) person designated by the Arkansas County Judges
5	Association;
6	(6) One (1) licensed abstractor designated by the Arkansas
7	Abstractors Association; and
8	(7) One (1) registered professional surveyor designated by the
9	Arkansas Forestry Commission.
10	(c) All members of the board <u>Land Survey Advisory Board</u> shall serve for
11	terms of six (6) years.
12	(d) Members of the board <u>Land Survey Advisory Board</u> shall serve without
13	compensation but may receive expense reimbursement and stipends in accordance
14	with § 25-16-901 et seq.
15	
16	SECTION 141. Arkansas Code § 15-21-203 is amended to read as follows:
17	15-21-203. <u>Land Survey</u> Advisory board <u>Board</u> — Organization and
18	meetings.
19	The Advisory Board to the Division of Land Surveys Land Survey Advisory
20	Board shall select a chair from its membership. The board shall meet at least
21	quarterly and at any other times as shall be determined by the Chair of the
22	Advisory Board to the Division of Land Surveys chair.
23	
24	SECTION 142. Arkansas Code § 15-21-204 is amended to read as follows:
25	15-21-204. <u>Land Survey</u> Advisory board <u>Board</u> — Duties.
26	The Advisory Board to the Division of Land Surveys created by this
27	subchapter Land Survey Advisory Board shall act in an advisory capacity to
28	the Secretary of the Arkansas Agriculture Department and the State Surveyor
29	Arkansas Geographic Information Systems Board in all matters relative to
30	formulating policies of the Division of Land Surveys of the Arkansas
31	Geographic Information System Office and in promulgating the regulations
32	designed to establish uniform professional surveying and mapping methods and
33	standards for the state and in formulating other policies, practices, and
34	regulations as the secretary and the State Surveyor shall deem <u>Arkansas</u>
35	Geographic Information Systems Board with the advice of the Land Survey
36	Advisory Board deems necessary to carry out the purpose and intent of this

1	subchapter.
2	
3	SECTION 143. Arkansas Code § 15-21-205 is amended to read as follows:
4	15-21-205. State Surveyor — Generally.
5	(a) The Arkansas Geographic Information Systems Board may employ a
6	State Surveyor to be the head of the Division of Land Surveys shall be headed
7	by and shall be under the direction, supervision, and control of the State
8	Surveyor of the Arkansas Geographic Information System Office.
9	(b) The State Surveyor shall:
10	(1) Be a person of proven administrative ability, a registered
11	professional surveyor, and a resident of the State of Arkansas with training
12	and experience properly qualifying the person for the performance of his or
13	her official duties;
14	(2) Be appointed by and serve at the pleasure of the Secretary of
15	the Arkansas Agriculture Department, provided that the secretary shall
16	appoint the State Surveyor after consulting Arkansas Geographic Information
17	Systems Board after the Arkansas Geographic Information Systems Board
18	consults with the State Board of Licensure for Professional Engineers and
19	Professional Surveyors and the Arkansas Society of Professional Surveyors;
20	(3) Devote his or her full time to the performance of his or her
21	official functions and duties as prescribed in this subchapter;
22	(4) Hold no other lucrative position while serving as State
23	Surveyor; and
24	(5) Receive such compensation as may be prescribed by law.
25	
26	SECTION 144. Arkansas Code § 15-21-206 is amended to read as follows:
27	15-21-206. State Surveyor Arkansas Geographic Information Systems Board
28	- Powers and duties.
29	The State Surveyor, acting under the supervision and direction and with
30	the approval of the Secretary of the Arkansas Agriculture Department Arkansas
31	Geographic Information Systems Board, shall have the following authority and
32	responsibility:
33	(1) To:
34	(A) Restore, maintain, and preserve the land survey

monuments, section corners, and quarter section corners established by the

United States Public Land Survey within the State of Arkansas, together with

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- 1 all pertinent field notes, plats, and documents; and
- 2 (B) Restore, establish, maintain, and preserve other
- 3 boundary markers as may be determined to be necessary or important in
- 4 establishing and maintaining accurate land descriptions in this state;
- 5 (2)(A) To design and cause to be placed at established public
- 6 land survey corner sites, where practical, substantial monuments permanently
- 7 indicating with words and figures the exact location involved.
- 8 (B) If the monuments cannot be placed at the exact corner
- 9 point, then witness corners of similar design shall be placed as near as is
- 10 possible with words and figures indicating the bearing and distance to the
- 11 true corner;
- 12 (3) To establish, maintain, and provide safe storage facilities
- 13 for a comprehensive system of recordation of information respecting all
- 14 monuments established by the United States Public Land Survey within this
- 15 state and any records as may be pertinent to the Division of Land Surveys of
- 16 the Office of the Commissioner of State Lands Arkansas Geographic Information
- 17 System Office establishment or maintenance of other land corners, Arkansas
- 18 coordinate system stations and accessories, and monuments in general;
- 19 (4) To extend throughout the state a triangulation and leveling
- 20 net of precision whereby the Arkansas Coordinate System 1983, § 15-21-301 et
- 21 seq., already initiated in this state by the United States National Geodetic
- 22 Survey may be made to cover to the necessary extent those areas of the state
- 23 that do not now have enough geodetic control stations to permit the general
- 24 use of the system by land surveyors and others;
- 25 (5) To collect and preserve information obtained from surveys
- 26 made by those authorized to establish land monuments or land boundaries and
- 27 to assist in the proper recording of the information by the duly constituted
- 28 county officials or other appropriate officials;
- 29 (6)(A) To furnish certified copies of records created or
- 30 maintained by the division to any person, entity, or agency upon request
- 31 therefor and payment of the prescribed fees.
- 32 (B) All such records when certified by the State Surveyor
- 33 division or a designated assistant shall be admissible in evidence in any
- 34 court in this state as the original record filed with this agency;
- 35 (7) To:
- 36 (A) Prescribe reasonable rules not inconsistent with law

- designed to establish uniform professional surveying and mapping methods and standards in this state:
- 3 (B) Disseminate the rules to those engaged in the 4 profession of land surveying; and
- 5 (C) Administer the rules by referring evidence of 6 violations to the State Board of Licensure for Professional Engineers and 7 Professional Surveyors under subdivision (9) of this section;
- 8 (8) To promote the training and the increase in number of quality 9 surveyors in this state;
- 10 (9) To receive and investigate complaints against any surveyor 11 and to present the results from the investigation of complaints to the board 12 for any action the board considers appropriate;

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- (10) To assist the county assessors in establishing accurate land descriptions of the state-owned or state-claimed lands and to assist the public and private surveyors to obtain land ownership information for surveying purposes;
- (11) To accept for the state gifts, grants, and donations from any and all persons, corporations, associations, and foundations and from the federal or state government or any agency or program thereof to be deposited in a financial institution in this state;
 - (12) To enter into such agreements or contracts with agencies of the United States Government, agencies of the State of Arkansas, other states, and registered land surveyors as he or she the Arkansas Geographic Information Systems Board deems necessary or desirable to properly plan and execute projects within the scope and purpose of this subchapter; and
- 26 (13) To employ such surveyors and other professional and 27 nonprofessional assistants and to take other reasonable action as deemed 28 necessary to carry out the purposes of this subchapter.

30 SECTION 145. Arkansas Code § 15-21-207(a), concerning registration of 31 surveyors, is amended to read as follows:

(a) Every employee of the Division of Land Surveys of the Arkansas

Geographic Information System Office who performs any work required by law to be done by a registered professional surveyor shall be a registered surveyor.

SECTION 146. Arkansas Code § 15-21-208 is amended to read as follows:

- 1 15-21-208. Right to enter private property.
- 2 (a) The State Surveyor or any employee of the Division of Land Surveys
 3 of the Arkansas Geographic Information System Office shall have the right to
 4 enter upon private property for the purpose of making surveys or searching
 5 for, locating, relocating, or remonumenting land monuments, levelling
 6 stations, or section corners.
 - (b) Employees of the division and, members of the Advisory Board to the Division of Land Surveys Survey Advisory Board, and members of the Arkansas Geographic Information Systems Board shall be immune from arrest for trespass in performing their duties as prescribed in this subchapter but shall always, where practical, announce and identify themselves and their intentions before entering upon private property. The employees and board members of the Land Survey Advisory Board and the Arkansas Geographic Information Systems Board shall be personally liable for any damage caused to private property by their wantonness, willfulness, or gross negligence.

- SECTION 147. Arkansas Code § 15-21-209(a), concerning copies of certain land records, is amended to read as follows:
 - (a) When the State Surveyor so requests, the public recorder of deeds, mortgages, or other instruments dealing with interest in real property and all state agencies, boards, and commissions and all county and municipal officials shall furnish to the Division of Land Surveys of the Arkansas Geographic Information System Office certified copies of records in their custody which are essential for the division to carry out its duties under the provisions of this subchapter.

- SECTION 148. Arkansas Code § 15-21-210(a), concerning the sale of information by the Division of Land Surveys, is amended to read as follows:
- (a) The Division of Land Surveys of the Arkansas Geographic Information System Office may produce, reproduce, and sell maps, plats, and records and shall prescribe a reasonable charge therefor.

- 33 SECTION 149. Arkansas Code § 17-48-106(a)(2), concerning the filing of boundary surveys, is amended to read as follows:
- 35 (2) A licensed surveyor shall file the plat with the State
 36 Surveyor Division of Land Surveys of the Arkansas Geographic Information

1	System Office within thirty (30) days after payment for performing the survey
2	or the plat is completed, whichever event occurs last.
3	
4	SECTION 150. Arkansas Code § 25-38-209 is repealed.
5	25-38-209. Transfer of the Division of Land Surveys.
6	(a)(1) Effective July 1, 2007, the Division of Land Surveys in the
7	Office of Commissioner of State Lands is transferred to the Arkansas
8	Agriculture Department and shall be administered by the Secretary of the
9	Arkansas Agriculture Department.
10	(2) All authority, powers, duties, functions, records, authorized
11	positions, property, unexpended balances of appropriations, allocations, or
12	other funds of the Division of Land Surveys are transferred to the Arkansas
13	Agriculture Department.
14	(b) In order to protect the Division of Land Surveys, to allow for
15	continuation of necessary procedures, and to provide for a smooth transition
16	to the Department of Agriculture, the Secretary of the Arkansas Agriculture
17	Department may not realign the functions and records of the Division of Land
18	Surveys of the Arkansas Agriculture Department before July 1, 2008.
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20	SECTION 151. Arkansas Code § 25-16-903(47), concerning the
21	authorization of the Advisory Board to the Division of Land Surveys to
22	receive stipends, is amended to read as follows:
23	(47) Advisory Board to the Division of Land Surveys Survey
24	Advisory Board;
25	
26	SECTION 152. DO NOT CODIFY.
27	(a) Any funds authorized by the Ninetieth General Assembly from the
28	Arkansas Building Authority Maintenance Fund may be deemed payable from the
29	Building Authority Division Maintenance Fund.
30	(b) Any funds authorized by the Ninetieth General Assembly from the
31	Arkansas Building Authority Real Estate Fund may be deemed payable from the
32	Building Authority Division Real Estate Fund.
33	
34	SECTION 153. EMERGENCY CLAUSE. It is found and determined by the
35	General Assembly of the State of Arkansas that the Arkansas Building
36	Authority the Arkaneae Science and Technology Authority the Department of

1	Rural Services, and the Division of Land Surveys of the Arkansas Agriculture
2	Department are inefficiently structured; that this inefficient structuring
3	causes an excessive and unnecessary cost to the taxpayers of the this state;
4	and that this act is essential to alleviating that financial burden.
5	Therefore, an emergency is declared to exist, and this act being necessary
6	for the preservation of the public peace, health, and safety shall become
7	effective on July 1, 2015.
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10	APPROVED: 05/29/2015
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