

1 State of Arkansas  
2 90th General Assembly  
3 First Extraordinary Session, 2015  
4

# A Bill

Call Item 4

HOUSE BILL 1001

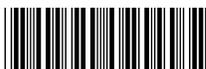
5 By: Representative Branscum  
6 By: Senators J. Hendren, J. Dismang, Bledsoe, E. Cheatham, A. Clark, Collins-Smith, J. Cooper, J.  
7 English, Hester, J. Hutchinson  
8

## For An Act To Be Entitled

10 AN ACT TO TRANSFER THE ARKANSAS BUILDING AUTHORITY TO  
11 THE DEPARTMENT OF FINANCE AND ADMINISTRATION, THE  
12 ARKANSAS SCIENCE AND TECHNOLOGY AUTHORITY AND THE  
13 DEPARTMENT OF RURAL SERVICES TO THE ARKANSAS ECONOMIC  
14 DEVELOPMENT COMMISSION, AND THE DIVISION OF LAND  
15 SURVEYS OF THE ARKANSAS AGRICULTURAL DEPARTMENT TO  
16 THE ARKANSAS GEOGRAPHIC INFORMATION SYSTEM OFFICE; TO  
17 AMEND THE POWERS AND DUTIES OF THE ARKANSAS BUILDING  
18 AUTHORITY COUNCIL, THE DIRECTOR OF THE DEPARTMENT OF  
19 FINANCE AND ADMINISTRATION, THE EXECUTIVE DIRECTOR OF  
20 THE ARKANSAS ECONOMIC DEVELOPMENT COMMISSION, THE  
21 ADVISORY BOARD TO THE ARKANSAS SCIENCE AND TECHNOLOGY  
22 AUTHORITY, THE ARKANSAS RURAL DEVELOPMENT COMMISSION,  
23 THE LAND SURVEY ADVISORY BOARD, AND THE ARKANSAS  
24 GEOGRAPHIC INFORMATION SYSTEMS BOARD; TO AMEND A  
25 PORTION OF THE LAW RESULTING FROM INITIATED ACT 1 OF  
26 2000; TO DECLARE AN EMERGENCY; AND FOR OTHER  
27 PURPOSES.  
28  
29

## Subtitle

31 TO TRANSFER THE ARKANSAS BUILDING  
32 AUTHORITY, THE ARKANSAS SCIENCE AND  
33 TECHNOLOGY AUTHORITY, THE DEPARTMENT OF  
34 RURAL SERVICES, AND THE DIVISION OF LAND  
35 SURVEYS; AND TO AMEND A PORTION OF  
36 INITIATED ACT 1 OF 2000.



1  
2  
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-  
9 105.

10 (2) For the purposes of this act, the Department of Finance and  
11 Administration shall be considered a principal department established by 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  
 6 Administration to serve as a physical plant liaison to the ~~division~~ Division  
 7 of Public School Academic Facilities and Transportation.

8 (f) The ~~division~~ Division of Public School Academic Facilities and  
 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 ~~division~~ Division of Public School Academic  
 15 Facilities and Transportation;

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  
 19 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  
 24 system, it shall encompass all school districts;

25 (6) Develop and implement an ongoing process for collecting  
 26 records from state agencies of all lawfully required inspections of public  
 27 school academic facilities conducted by state agencies and commissions;

28 (7) Develop a facility cost index that provides a methodology for  
 29 comparing the cost of repairing the condition of a public school academic  
 30 facility to the cost of replacing the public school academic facility with a  
 31 facility containing the same amount of square footage;

32 (8) Conduct unannounced random on-site inspections of public  
 33 school academic facilities;

34 (9) Enforce through planning minimum standards for accessibility  
 35 to public school academic facilities and programs for individuals with  
 36 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.

2 (g) The ~~division~~ Division of Public School Academic Facilities and  
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  
9 Transportation has authority;

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  
13 federal government.

14 (B) The ~~division's~~ Division of Public School Academic  
15 Facilities and Transportation may use any of its resources to further the  
16 ~~division~~ Division of Public School Academic Facilities and Transportation's  
17 purposes and functions; and

18 (3) Make and enter into all contracts, commitments, and  
19 agreements and execute all instruments necessary or incidental to the  
20 performance of its duties and powers under this section, the Arkansas Public  
21 School Academic Facilities Program, or any other related program over which  
22 the ~~division~~ Division of Public School Academic Facilities and Transportation  
23 has authority.

24 (h) The Department of Education shall coordinate and share certain  
25 administrative, custodial, legal, internal finance, and other necessary  
26 personnel and responsibilities to effectuate the daily operations of the  
27 ~~division~~ Division of Public School Academic Facilities and Transportation and  
28 the ~~department~~ Department of Information Systems.  
29

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

33 (b) No board of trustees of such public institutions of higher  
34 education shall be required to obtain any prior review, consultation,  
35 approval, assistance, or advice from ~~Arkansas~~ the Building Authority Division  
36 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.

9  
 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 ~~Arkansas~~ the Building Authority Division of the Department of  
 13 Finance and Administration.

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.

26  
 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 ~~Arkansas~~ the  
 33 Building Authority Division of the Department of Finance and Administration.

34  
 35 SECTION 6. Arkansas Code § 13-3-101(b), concerning the facility needs  
 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.

4  
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 ~~Arkansas~~ Building Authority Division of the Department of Finance and  
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 corporate  
17 surety, provided that no action shall be brought on the bond after twelve  
18 (12) months from the date on which the ~~Arkansas~~ Building Authority 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 Division of the Department of Finance  
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.

25  
26 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 Division of the Department of Finance and Administration 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

1 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.

26

27 SECTION 12. Arkansas Code § 19-4-1415(e)(1) and (2), concerning state  
28 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.

13 (D) The final selection committee for institutions of  
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  
30 higher education as stated in subdivision (b)(5) of this section.

31  
32 SECTION 13. Arkansas Code § 19-4-1415(h)(6)(A), concerning state  
33 agency projects exceeding five million dollars (\$5,000,000), is amended to  
34 read as follows:

35 (6)(A) The minimum standards of the ~~authority~~ division and  
36 criteria pertaining to projects constructed under this section.

1  
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 Improvement~~  
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 "~~Arkansas~~ Building Authority Division 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 Division of the  
33 Department of Finance and Administration for the maintenance of the Arkansas  
34 Justice Building.

35  
36 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 §§ 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.

7  
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.

19  
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 ~~fund~~ Building Authority Division Real Estate Fund 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

1 under the jurisdiction of the ~~Arkansas~~ Building Authority Division of the  
2 Department of Finance and Administration.

3  
4 SECTION 20. Arkansas Code § 20-46-301 is amended to read as follows:

5 20-46-301. Department of Human Services – Division of Behavioral Health  
6 Services – Powers and duties.

7 (a) The Department of Human Services shall have the authority and power  
8 to create and maintain a Division of Behavioral Health Services and to  
9 provide services for community mental health clinics and centers, which shall  
10 be administered through such divisions, offices, sections, or units of the  
11 department as may be determined by the Director of the Department of Human  
12 Services.

13 (b) The ~~department~~ Department of Human Services shall have the  
14 authority to establish or assist in the establishment and direction of those  
15 mental health clinics and centers in local and regional areas of the state  
16 which shall be operated under such divisions, offices, sections, or units of  
17 the department as may be determined by the director.

18 (c) The ~~department~~ Department of Human Services, in cooperation with  
19 the ~~Arkansas~~ Building Authority Division of the Department of Finance and  
20 Administration, may sell, donate, lease on a short-term or long-term basis,  
21 or assign the use of any property and equipment owned by the ~~department~~  
22 Department of Human Services, including real property, furniture, fixtures,  
23 and office equipment and supplies, to those community mental health clinics  
24 and centers to assist them in the advancement of mental health in the state.

25 (d) The ~~department~~ Department of Human Services shall engage in  
26 programs of mental health education in cooperation with the state's  
27 governmental units and established mental health education organizations,  
28 organized civic groups, lay organizations, and recognized mental health  
29 authorities, utilizing therefor the facilities of those organizations and  
30 groups for the advancement of mental health.

31 (e)(1) In the event that a state-operated community mental health  
32 center acquires private nonprofit status, the ~~division~~ Division of Behavioral  
33 Health Services shall have the authority to lease employees of the ~~division~~  
34 Division of Behavioral Health Services to perform services for the private  
35 nonprofit community mental health center to ensure the continued delivery of  
36 satisfactory levels of mental health services consistent with the goals and

1 objectives of the department and the ~~division~~ Division of Behavioral Health  
2 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;

12 (B) That all leased employees are covered by workers'  
13 compensation insurance provided in conformance with laws of the state and  
14 which may be provided by either the ~~department~~ Department of Human Services  
15 or the center;

16 (C) That all leased employees shall be limited to providing  
17 services to clients or in support of clients which are consistent with the  
18 goals and objectives of the ~~division~~ Division of Behavioral Health Services  
19 and the ~~department~~ Department of Human Services;

20 (D) That the ~~division~~ Division of Behavioral Health  
21 Services and the ~~department~~ Department of Human Services shall not be  
22 vicariously liable for the liabilities of the center, whether contractual or  
23 otherwise;

24 (E) That the center shall provide liability insurance for  
25 the employees and indemnify the state for any actions of the employees; and

26 (F) That the leasing arrangement shall not be effective for  
27 a period of time to exceed each state fiscal biennium, and that payment and  
28 performance obligations of the arrangement are subject to the availability  
29 and appropriation of funds for the employees' salaries and other benefits.

30 (3) Employer responsibilities for leased employees shall be  
31 shared by the ~~department~~ Department of Human Services and the community  
32 mental health center. The ~~department~~ Department of Human Services shall be  
33 responsible for the administration and management of employee compensation  
34 and all employee benefit and welfare plans. The center may exercise day-to-  
35 day supervision and control of the employees' delivery of services in  
36 conformity with all ~~division~~ Division of Behavioral Health Services and

1 ~~department~~ Department of Human 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.

22  
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 duties.

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 seq., 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  
3 Finance and Administration with the advice of the Building Authority Council  
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  
13 shall be filed in the office of the Auditor of State. The premium on the bond  
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  
32 reappointment or redesignation; and

33               (D) The members of the council appointed by the Governor  
34 and designated by the Speaker of the House of Representatives and the  
35 President Pro Tempore of the Senate shall be reflective of the economic,  
36 geographic, and social characteristics of the state.

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.  
13

14          SECTION 25. Arkansas Code § 22-2-107 is amended to read as follows:

15          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:

24           (A) Supervise the bidding and awarding of contracts for new  
25 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 director with the advice of the 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 advice of 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  
26 Section shall:

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;

36 (D) Conduct surveys to determine available rental space

1 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.

19  
 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

1 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  
11 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  
15 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,  
36 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.

29  
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 Building Authority 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 §§ 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,  
15 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  
3 under the power of eminent domain also own unimproved property adjacent to or  
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~~  
13 ~~Authority Council~~ Director of the Department of Finance and Administration  
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 §§ 22-2-111 – 22-2-113.

17  
18 SECTION 29. Arkansas Code § 22-2-111 is amended to read as follows:

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.

35 (C) In the event the needed sites cannot be purchased by  
36 negotiation, the ~~authority~~ division is authorized to institute condemnation

1 proceedings in Pulaski County, Arkansas, under the power of eminent domain  
2 for the acquisition of sites.

3 (D) Condemnation proceedings under the power of eminent  
4 domain may be exercised within Pulaski County, Arkansas, in the manner now  
5 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;

10 (2) Construct, repair, renovate, alter, and equip buildings and  
11 capital improvements or acquire, by gift or purchase, existing buildings or  
12 capital improvements and the sites upon which they are situated for use as  
13 public buildings;

14 (3)(A) Operate, manage, maintain, and otherwise provide for the  
15 operation of the public buildings or capital improvements so constructed or  
16 acquired and arrange for the housing of state agencies as space and  
17 facilities permit upon such terms and conditions and for such rentals as the  
18 ~~authority~~ division may determine.

19 (B) Should there be any surplus space in a public building  
20 above the requirements of state agencies that can be feasibly housed in the  
21 building, the ~~authority~~ division may lease or rent the surplus space to  
22 individuals and organizations other than state agencies until it is needed by  
23 state agencies; and

24 (4) Demolish, remove, and dispose of or salvage any buildings or  
25 other capital improvements as necessary for the construction and equipping of  
26 public buildings or capital improvements.

27  
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.

30 From the funds appropriated by the General Assembly to the ~~Arkansas~~  
31 Building Authority Division of the Department of Finance and Administration  
32 for the construction or purchase of a particular building or capital  
33 improvement which is specifically designated to be purchased, constructed, or  
34 improved for a particular state agency, the ~~authority~~ division shall carry  
35 out the powers, authorities, and responsibilities in respect to that  
36 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.

8  
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 Division of the Department of Finance and Administration 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

1 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  
5 perform construction services, but the agency shall have the responsibility  
6 of selecting the persons to perform the services. However, nothing in this  
7 subdivision (a)(6) shall affect the powers and responsibilities of the  
8 ~~authority~~ division consistent with subdivisions (a)(7) and (8) of this  
9 section;

10 (7) Review and approve construction plans so as to ensure  
11 compliance with minimum construction standards and criteria promulgated by  
12 the director with the advice of the council as provided in this chapter;

13 (8) As agent for the agency, negotiate and approve all  
14 construction contracts and revisions and modifications thereto necessary for  
15 the capital improvement;

16 (9) Assist and advise the state agency as to the operation,  
17 management, and maintenance of the capital improvement. However, the  
18 operation, management, and maintenance shall be in accordance with minimum  
19 standards as promulgated by the director with the advice of the council; and

20 (10) Otherwise take such action as may be necessary to carry out  
21 the policies, standards, criteria, and other rules and regulations as may be  
22 adopted or promulgated by the director with the advice of the council to  
23 implement the provisions of this chapter.

24 (b)(1) The boards of trustees of the University of Arkansas, Arkansas  
25 State University, University of Central Arkansas, Henderson State University,  
26 Arkansas Tech University, and Southern Arkansas University, respectively, are  
27 exempt from review, consultation, assistance, advice, and approval by the  
28 ~~authority~~ division for those items listed in subsection (a) of this section.  
29 Upon approval of the Department of Higher Education, the governing boards of  
30 all other public institutions of higher education shall be exempt from review  
31 and approval by the ~~authority~~ division for those items listed in subsection  
32 (a) of this section. Provided that prior to granting such approval, the  
33 ~~department~~ Department of Higher Education shall have reviewed and approved  
34 policies and procedures adopted by the governing board with respect to  
35 bidding and construction of capital improvement projects. Nothing in this  
36 subdivision (b)(1) shall prevent any of the foregoing institutions exempt

1 from review and approval of the ~~authority~~ 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.

14  
15 SECTION 32. Arkansas Code § 22-2-114, as amended by Acts 2015, No. 879  
16 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 Section of the division 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 director with the advice of the 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 director with the advice of the 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.

34  
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  
 3 and Administration, acting as the primary lessor, ~~is authorized to~~ and with  
 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~~:

11 (A) Advice of the council; and

12 (B) Advice and consent of the appropriate state agency,  
 13 ~~regarding the location or construction of facilities.~~

14 (2) All agreements and other matters concerning the buying,  
 15 trading, selling, renting, renovating, or acquiring of any real or personal  
 16 property as authorized by this section shall be matters of public record and  
 17 available for public inspection.

18  
 19 SECTION 34. Arkansas Code § 22-2-116 is amended to read as follows:  
 20 22-2-116. Maintenance responsibilities generally.

21 (a) The ~~Arkansas Building Authority~~ Division of the Department of  
 22 Finance and Administration shall provide for the management, maintenance, and  
 23 operation of public buildings as may be required by the provisions and  
 24 implementation of this chapter, or as may otherwise be required by law.

25 (b) The ~~authority~~ division may enter into agreements with agencies to  
 26 provide for the management, maintenance, and operation of those public  
 27 buildings which are not owned by the ~~authority~~ division.

28  
 29 SECTION 35. Arkansas Code § 22-2-117(a) and (b), concerning  
 30 maintenance responsibilities in the Capitol Zoning District, are amended to  
 31 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.

24  
 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.

32  
 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  
 3 implementation of the provisions of §§ 22-3-301 – 22-3-311.

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  
 20 piece of real property owned; and

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

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

1 employed on the State Capitol grounds in a position of administrator or  
2 higher by an agency or office other than that of the Secretary of State or of  
3 the ~~authority~~ Building Authority Division of the Department of Finance and  
4 Administration.

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.

8  
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.

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

20 (1) Establish maximum speed limits for motor vehicles traveling upon  
21 the regulated streets and drives;

22 (2) Direct the flow of traffic on the regulated streets and drives;

23 (3) Prohibit the parking, during normal business hours, of motor  
24 vehicles on the regulated streets and drives;

25 (4) Establish or assign parking spaces that shall be available for  
26 use as designated by the various offices or persons working in the State  
27 Capitol Building or in any of the other buildings on the State Capitol  
28 grounds and regulate parking by elected officials in the spaces set aside for  
29 that purpose; and

30 (5) Do all other things reasonable and necessary to properly  
31 regulate and control the flow of traffic on the State Capitol grounds and to  
32 provide parking facilities for use by the public on the grounds.

33  
34 SECTION 41. Arkansas Code § 22-3-905 is amended to read as follows:

35 22-3-905. Duties and powers of ~~Arkansas Building Authority~~ Division of  
36 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.

23  
 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.

33 (b) ~~The authority may, by resolution duly adopted, delegate to the~~  
 34 ~~director any of the powers or duties vested in or imposed upon it by this~~  
 35 ~~subchapter. Until the resolution shall subsequently have been modified or~~  
 36 ~~rescinded, the delegated powers and duties may be exercised by the director~~

1 ~~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.

5 ~~(d)(1)(c)(1)~~ The director shall furnish bond to the state, with a  
6 corporate surety thereon, in the penal sum of twenty-five thousand dollars  
7 (\$25,000), conditioned that he or she will faithfully perform his or her  
8 duties and properly account for all funds received and disbursed by him or  
9 her.

10 (2) An additional disbursing agent's bond shall not be required  
11 of the director, and the bond so furnished shall be filed in the office of  
12 the Secretary of State, and an executed counterpart thereof shall be filed  
13 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.

16  
17 SECTION 43. Arkansas Code § 22-3-907 is amended to read as follows:

18 22-3-907. Financing authority of ~~Arkansas~~ Building Authority Division  
19 of the Department of Finance and Administration.

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

27  
28 SECTION 44. Arkansas Code § 22-3-916 is amended to read as follows:

29 22-3-916. Audit of accounts – Reports.

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

35  
36 SECTION 45. Arkansas Code § 22-3-917(a), concerning employment of an

1 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 Division of the Department of  
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.

10  
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 division 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 Director of the Department of Finance and Administration shall execute all  
 9 contracts awarded by the ~~authority~~ division.

10  
 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 Division of the Department of Finance and Administration 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

1 on Legislative Facilities, to the following courts, library, and offices in  
 2 the order of priority listed:

- 3 (A) The Supreme Court;
- 4 (B) The Court of Appeals;
- 5 (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  
 10 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 §§ 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 §§ 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 §§ 22-3-901 – 22-3-918 or any successor thereto, or to alter  
 28 the handling, deposit, or application of the lease rentals.

29  
 30 SECTION 48. Arkansas Code § 22-3-1404 is amended to read as follows:  
 31 22-3-1404. Powers.

32 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,

1 exchange, barter, gift, long-term lease, or other means, buildings and  
2 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;

15 (5) Purchase, lease, or rent and receive bequests or donations of  
16 or otherwise acquire, sell, trade, or barter any property, real, personal, or  
17 mixed, and convert such property into money or other property;

18 (6) Contract and be contracted with;

19 (7) Apply for, receive, accept, and use any moneys and property  
20 from the United States Government, any agency, state, governmental body,  
21 political subdivision, public or private organization or corporation of any  
22 nature, or any individual; and

23 (8) Take such other actions not inconsistent with law as may be  
24 necessary or desirable to carry out the powers, purposes, and authority as  
25 set forth in this section in accordance with the ~~duly promulgated~~ policies  
26 promulgated by the Director of the Department of Finance and Administration  
27 with the advice of the ~~Arkansas~~ Building Authority Council.

28  
29 SECTION 49. Arkansas Code § 22-3-1405 is amended to read as follows:  
30 22-3-1405. Duties.

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

36 (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

9 (4) Take such other actions not inconsistent with law as may be  
 10 necessary or desirable to carry out the powers, purposes, and authority set  
 11 forth herein, in accordance with the ~~duly promulgated~~ policies promulgated by  
 12 the Director of the Department of Finance and Administration with the advice  
 13 of the ~~Arkansas~~ Building Authority Council as authorized by law.

14  
 15 SECTION 50. Arkansas Code § 22-3-1415 is amended to read as follows:  
 16 22-3-1415. Supervision and management of buildings and facilities.

17 (a) ~~Arkansas~~ The Building Authority is hereby authorized to Division of  
 18 the Department of Finance and Administration may supervise and manage  
 19 buildings and other facilities constructed pursuant to the authority granted  
 20 in this subchapter and to manage, maintain, and repair those buildings and  
 21 facilities to provide rental space to be made available for the housing of  
 22 state agencies, departments, boards, commissions, and institutions, or other  
 23 tenants at such rental rates as deemed necessary:

24 (1) To provide sufficient funds to enable the Arkansas  
 25 Development Finance Authority to meet, when due, the payment of the principal  
 26 of, interest on, and trustees' and paying agents' fees in connection with all  
 27 bonds issued under this subchapter;

28 (2) To enable Arkansas Development Finance Authority to establish  
 29 and maintain such reserves and other financial obligations in regard to the  
 30 bonds issued under the provisions of this subchapter, as shall be set forth  
 31 in any authorizing resolution or trust indenture utilized for that purpose;  
 32 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

1 connection therewith, ~~Arkansas Building Authority~~ the division may establish  
2 one (1) or more accounts in one (1) or more banks authorized to do business  
3 in this state to accomplish those purposes.

4 (b) ~~Arkansas Building Authority is hereby authorized to~~ The division  
5 may hire legal counsel of its choice to assist in the administration of this  
6 subchapter.

7  
8 SECTION 51. Arkansas Code § 22-3-1505 is amended to read as follows:  
9 22-3-1505. Funding.

10 (a)(1) The ~~Arkansas Building Authority~~ Division of the Department of  
11 Finance and Administration is authorized and empowered to obtain the  
12 necessary funds for accomplishing its powers, purposes, and authority from  
13 any source or sources necessary and consistent with this subchapter,  
14 including, without limitation, contracting with the Arkansas Development  
15 Finance Authority to provide for the issuance of bonds by the Arkansas  
16 Development Finance Authority in accordance with the State Agencies  
17 Facilities Acquisition Act of 1991, § 22-3-1401 et seq.

18 (A) For the purpose of securing bonds issued pursuant to  
19 the State Agencies Facilities Acquisition Act of 1991, § 22-3-1401 et seq.,  
20 the ~~Arkansas Building Authority~~ division is authorized hereby to grant to the  
21 Arkansas Development Finance Authority, on behalf of the State of Arkansas,  
22 one (1) or more leasehold interests, each of which shall be for a term not to  
23 exceed fifty (50) years from the date of the grant, in a part of the State  
24 Capitol grounds as shall be determined by the ~~Arkansas Building Authority~~  
25 division to be a suitable site for the location of parking facilities.

26 (B) Any leasehold interest granted to the Arkansas  
27 Development Finance Authority may be assigned or mortgaged from time to time  
28 by the Arkansas Development Finance Authority to secure bonds of the Arkansas  
29 Development Finance Authority for the construction, extension, renovation, or  
30 repair of parking facilities, but any assignment or mortgage shall include in  
31 each case a provision that the assignment or mortgage shall terminate upon  
32 full and final payment of the particular bonds secured thereby and the  
33 discharge of the obligations of the Arkansas Development Finance Authority or  
34 of the ~~Arkansas Building Authority~~ division related to the bonds secured  
35 thereby.

36 (C) Any leasehold interest granted also may include any

1 easements over, above, or below the State Capitol grounds for vehicular or  
2 utility access to and from the parking facilities as the ~~Arkansas Building~~  
3 ~~Authority~~ division shall determine to be necessary.

4 (3) In the event of a default on any bonds, the assignee of the  
5 leasehold interest securing the bonds may occupy and control the parking  
6 facilities related thereto for the term of the leasehold interest and may  
7 impose fees, charges, licenses, or rents as it may determine without  
8 obtaining the approval of any agency or instrumentality of the State of  
9 Arkansas.

10 (b) All fees, charges, licenses, rents, or other income of any nature  
11 derived from the operation of the parking facilities, or provided for that  
12 purpose to the ~~Arkansas Building Authority~~ division from whatever source, are  
13 hereby specifically declared to be cash funds restricted in their use and are  
14 dedicated and shall be used solely as provided and authorized in this  
15 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  
29 bond issues or series, where applicable.

30 (2) Notwithstanding any other provision of law, moneys in the  
31 fund may be pledged from time to time to secure the payment of bonds of the  
32 Arkansas Development Finance Authority issued to finance the parking  
33 facilities and may be deposited and invested by or on behalf of ~~Arkansas~~  
34 ~~Building Authority~~ division in the manner as may be directed or required by a  
35 bond resolution or trust indenture related to any bond financing of the  
36 Arkansas Development Finance Authority.

1  
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 ~~Arkansas~~ Building Authority Division of  
6 the Department of Finance and Administration.

7  
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.

20  
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 Division of the Department of Finance and  
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)(1) The ~~authority~~ division shall credit an origination fee to the  
32 ~~Arkansas~~ Building Authority Division 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.  
3 1048, is amended to read as follows:

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  
10 the Department of Finance and Administration for capital improvement projects  
11 under its jurisdiction.

12  
13 SECTION 56. Arkansas Code § 22-9-208(a)(3), concerning renovation of  
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  
28 Authority Division of the Department of Finance and Administration or other  
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  
35 obtain the necessary funds to accomplish the purposes stated in subsection  
36 (a) of this section from any source or sources necessary, including without

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.

28 (a)(1) The Arkansas Science and Technology Authority is transferred to  
 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  
 35 other funds, including the functions of budgeting or purchasing, of the  
 36 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 Executive 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 Executive 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~~  
34 Division of Science and Technology Authority of the Arkansas Economic  
35 Development Commission, with the advice of the Board of Directors of the  
36 Division of Science and Technology of the Arkansas Economic Development

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 Development  
23 Commission appointed by the ~~President of the Arkansas Science and Technology~~  
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

1 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.

35  
36 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 – ~~Arkansas~~ Division of Science and Technology Authority of the  
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)~~ (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)~~ (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  
9 involving a significant amount of technology;

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  
26 offices for industry;

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  
32 period or periods, and upon such terms and conditions as the ~~authority~~  
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;

3 ~~(14)~~ (11) "Qualified security" means any note, stock, treasury  
 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;

14 ~~(15)~~ (12) "Scientific and technological project" means a project  
 15 undertaken in Arkansas by an enterprise, which project the ~~board~~ Board of  
 16 Directors of the Division of Science and Technology of the Arkansas Economic  
 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~~

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

28  
 29 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.

33 (b) To this end, it shall not be necessary for the ~~Arkansas~~ Division of  
 34 Science and Technology Authority of the Arkansas Economic Development  
 35 Commission to comply with general provisions of other laws dealing with  
 36 public facilities and equipment, their acquisition, construction, leasing,

1 encumbering, or disposition.

2  
3 15-3-103. Establishment of the authority.

4 There is established for the State of Arkansas the ~~Arkansas~~ Division of  
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.

12  
13 15-3-104. Members.

14 (a) The Executive Director of the 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  
17 of the ~~Arkansas~~ Division of Science and Technology ~~Authority~~ of the Arkansas  
18 Economic Development Commission.

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.

3 (e) Directors shall be appointed for terms running four (4) years from  
4 January 14 of the year of appointment. Directors shall hold office for the  
5 terms of their appointments and until their successors have been appointed  
6 and qualified.

7 (f) In the event of a vacancy in the position of director, the vacancy  
8 shall be filled by appointment by the Governor in the same manner as provided  
9 for the initial appointment for the remainder of the unexpired portion of the  
10 term of the director.

11 (g) No director ~~of the authority~~ shall serve more than two (2) terms of  
12 office.

13 (h) A director ~~of the authority~~ may be removed by the Governor for  
14 cause, stated in writing, after a hearing or upon joint address of a majority  
15 of the membership of both houses of the General Assembly at a regular  
16 session, fiscal session, or special session.

17 (i) Unless otherwise provided by law, a director ~~of the authority~~ may  
18 receive expense reimbursement in accordance with § 25-16-901 et seq. Such  
19 expenses and mileage shall be paid from funds appropriated for such purpose  
20 or otherwise available to the ~~authority~~ commission.

21  
22 15-3-105. Organization.

23 (a) Directors of the ~~Arkansas~~ Board of Directors of the Division of  
24 Science and Technology Authority of the Arkansas Economic Development  
25 Commission shall annually elect from their membership one (1) member as  
26 chair, one (1) member as vice chair, and one (1) member as secretary.

27 (b)(1) ~~The directors shall select some person who is not a member of~~  
28 ~~the Board of Directors of the Arkansas Science and Technology Authority to~~  
29 ~~serve at the pleasure of the Governor as President of the Arkansas Science~~  
30 ~~and Technology Authority.~~

31 ~~(2)~~ The ~~directors~~ Executive Director of the Arkansas Economic  
32 Development Commission may also employ such other officers and employees as  
33 ~~they~~ he or she may deem necessary.

34 ~~(3)~~ (2) Any such officer shall be eligible for selection to  
35 succeed himself or herself.

36

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.

11  
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 Commission 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 Economic Development Commission, 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 Economic Development Commission.

24  
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 Director of the Arkansas Economic Development Commission, 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 Development Commission, is authorized and designated to engage in  
35 undertakings, programs, enterprises, and activities involving agriculture,  
36 manufacturing, medical and health care, transportation, public utility

1 services, research and development, and other programs involving the  
2 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.

6 (d) In the furtherance of ~~its~~ the division's purposes, the ~~authority~~  
7 executive director shall have all the powers necessary to carry out ~~its~~ the  
8 division's 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;

11 (2) Adopt an official seal for the division;

12 (3) Sue and be sued in ~~its~~ his or her own name;

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;

21 (7) Acquire real property or an interest in real property by  
22 purchase or foreclosure when such an acquisition is necessary or appropriate  
23 to protect or secure any investment or loan in which the ~~authority~~ division  
24 has an interest;

25 (8) Sell, transfer, and convey any such property to a buyer, and  
26 in the event the sale, transfer, or conveyance cannot be effected with  
27 reasonable promptness or at a reasonable price, lease the property to a  
28 tenant;

29 (9) Invest any funds appropriated by the state and held in  
30 reserve in funds not required for immediate disbursement, in investments that  
31 may be lawful for fiduciaries in the State of Arkansas, and invest funds  
32 received from gifts, grants, donations, and other operations of the ~~authority~~  
33 division in investments that would be lawful for a private corporation having  
34 purposes similar to the ~~authority~~ division;

35 (10) Borrow money and give guaranties, provided that the  
36 indebtedness and other obligations of the ~~authority~~ division 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 the properties of the division 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.

35  
36 15-3-109. Power to carry out programs.

1 (a) In relation to ~~its~~ the 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 ~~Arkansas Science and Technology~~  
5 ~~Authority~~ Executive Director of the Arkansas Economic development Commission  
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 § 15-  
13 3-110;

14 (3) Assisting small businesses in identifying and applying for  
15 funds to conduct research and development work on innovative technical ideas;

16 (4) Transferring knowledge and technology from college,  
17 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;

21 (6) Developing emerging product and process technologies which  
22 contribute to business and economic growth;

23 (7) Engaging in innovative demonstration and pilot projects  
24 involving improved education and preparation of the future workforce in the  
25 areas of science, technology, and mathematics; and

26 (8) Transferring knowledge and technology from colleges,  
27 universities, government entities and laboratories, and other sources of  
28 innovation to public schools.

29 (b) In establishing and maintaining the programs authorized by this  
30 section, the ~~authority~~ executive director may utilize moneys drawn from the  
31 investment fund and such other moneys as are lawfully available to the  
32 ~~authority~~ executive director for supporting ~~its~~ the purposes of the Division  
33 of Science and Technology of the Arkansas Economic Development Commission.  
34

35 15-3-110. Power to promote basic and applied research at Arkansas  
36 colleges and universities.

1           (a) ~~The Arkansas Science and Technology Authority is empowered to~~  
2 Executive Director of the Arkansas Economic Development Commission may make  
3 such rules and regulations as ~~it~~ he or she may deem appropriate to enable ~~it~~  
4 he or she to create and fund programs designed to promote basic and applied  
5 research at Arkansas colleges and universities and to develop technology  
6 emerging from sources of innovation in this state, including, but not limited  
7 to, colleges and universities, federal laboratories, small businesses, and  
8 inventors.

9           (b)(1) In carrying out ~~its~~ his or her functions under this section, the  
10 ~~Board of Directors of the Arkansas Science and Technology Authority~~ executive  
11 director may create such advisory committees as may be useful in evaluating  
12 research and development proposals.

13           (2) The memberships of these advisory committees may include both  
14 directors and staff members of the ~~authority~~ Division of Science and  
15 Technology of the Arkansas Economic Development Commission and other persons  
16 drawn from sources other than the ~~authority~~ division, all of whom shall serve  
17 at the pleasure of the ~~board~~ executive director.

18           (3) Members of such advisory committees shall serve without  
19 compensation for their membership on such committees but may receive expense  
20 reimbursement in accordance with § 25-16-901 et seq.

21           (c)(1) Any moneys lawfully available to the ~~authority~~ division for the  
22 purpose of supporting basic research at Arkansas colleges and universities  
23 shall in no event defray more than sixty percent (60%) of the total cost of  
24 the proposed basic research project being funded.

25           (2) The remaining forty percent (40%) of the total cost of the  
26 proposed research project shall be funded by moneys or in-kind services  
27 provided by the college or university proposing the research project.

28           (d)(1)(A) Any moneys lawfully available to the ~~authority~~ division for  
29 the purpose of creating applied research partnerships between private  
30 industry and Arkansas colleges and universities shall in no event defray more  
31 than fifty percent (50%) of the total cost of the proposed applied research  
32 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 two-  
35 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 Development Commission, 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 director finds that enhanced economic opportunity within Arkansas will be a  
 26 likely result.

27  
 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.

33  
 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 Development Commission 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  
10 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 executive director to permit any college, university, or other nonprofit  
14 institution with which a director is affiliated to participate in any program  
15 of the ~~authority~~ division, provided that the director shall promptly disclose  
16 the nature of the affiliation to the ~~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 executive director 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.

34  
35 15-3-113. Studies, planning, and recommendations – Cooperation with  
36 other agencies.

1 (a) The ~~Arkansas~~ Division of Science and Technology Authority of the  
 2 Arkansas Economic Development Commission shall, from time to time, make  
 3 studies and develop plans and programs in the sciences and technologies to  
 4 support industrial development in certain areas of research and development.

5 (b) The Executive Director of the Arkansas Economic Development  
 6 Commission shall recommend to the General Assembly proposed laws and  
 7 regulations to support the growth and development of programs and research in  
 8 the sciences and specialized areas of high technology.

9 (c) The ~~authority~~ executive director may provide leadership and  
 10 assistance in cooperation with the ~~Arkansas Transportation Commission~~  
 11 ~~abolished~~, the Arkansas Public Service Commission, or any other federal,  
 12 state, county, or municipal authority and to private industries in this state  
 13 for the adoption and execution of any improvements, changes in methods of  
 14 operation, rates of transportation, utilities and, zoning and building  
 15 requirements and covenants which, in the opinion of the ~~authority~~ executive  
 16 director, may be designed to improve or better operate the existing programs  
 17 and research in the sciences and specific areas of high technology and  
 18 related industrial development.

19  
 20 15-3-114. Use of land, buildings, or facilities for science and high  
 21 technology.

22 The Arkansas ~~Science and Technology Authority~~ Economic Development  
 23 Commission, with the advice of the Board of Directors of the Division of  
 24 Science and Technology of the Arkansas Economic Development Commission, is  
 25 authorized to own, acquire, construct, reconstruct, extend, equip, improve,  
 26 operate, maintain, sell, lease, contract concerning, or otherwise deal in or  
 27 dispose of any land, buildings, or facilities of any and every nature  
 28 whatever that can be used in securing or developing industry, transportation  
 29 facilities, research and technological laboratories and production  
 30 facilities, and agricultural, medical, and scientific enterprises involving  
 31 the use of science and high technology, hereinafter referred to as "industry"  
 32 or "industries", within this state.

33  
 34 15-3-115. Pledging of credit.

35 The ~~Arkansas~~ Division of Science and Technology Authority of the  
 36 Arkansas Economic Development Commission 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  
3 may be required by Arkansas Constitution, Amendment 20.

4  
5 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 Economic Development Commission 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 Development Commission and authorized to do business in this state.

13 (b) Moneys received by the ~~authority~~ division from appropriations of  
14 the General Assembly shall be deposited, administered, and accounted for in  
15 such manner as the General Assembly may provide.

16 (c) The ~~authority~~ executive director shall provide for an audit to be  
17 performed and accepted by a certified public accountant or firm within sixty  
18 (60) days following the conclusion of each fiscal year of the ~~authority~~  
19 division, and shall file copies thereof with the Legislative Joint Auditing  
20 Committee.

21 (d) The committee may accept such audit report or direct an audit of  
22 the financial record of the ~~authority~~ division by the staff of the committee.

23  
24 15-3-117. Use of revenues – Assistance to minority businesses.

25 (a) The Arkansas ~~Science and Technology Authority~~ Economic Development  
26 Commission is authorized to use any available revenues for the accomplishment  
27 of the purposes set forth in this subchapter.

28 (b) In carrying out the purposes set forth in this subchapter, the  
29 ~~authority~~ commission will assist minority businesses in obtaining loans or  
30 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.

34 (d) In order to comply with this requirement, efforts will be made to  
35 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.

3  
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.~~

34 ~~(b) The net income of the endowment fund so appropriated to the~~  
35 ~~investment fund shall be credited to the investment fund at the times~~  
36 ~~directed in the appropriations act.~~

1           ~~(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.~~

10  
 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.~~

36

1 15-3-122. Purchase of qualified securities – Prerequisites – Advisory  
2 committees.

3 (a) The Arkansas ~~Science and Technology Authority~~ Economic Development  
4 Commission may utilize the investment fund to purchase qualified securities  
5 issued by enterprises as a part of a scientific and technological project for  
6 the purpose of raising the initial capitalization for such projects subject  
7 to the conditions set forth in this section.

8 (b) The ~~authority~~ commission 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  
15 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~~ commission 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;

32 (C) The ~~authority's~~ commission's participation is necessary  
33 to the success of the enterprise because funding for the enterprise is  
34 unavailable in the traditional capital markets or because funding has been  
35 offered on terms that would substantially hinder the success of the  
36 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;

8 (G) There is a reasonable possibility that the ~~authority~~  
9 commission will recoup at least its initial investment; and

10 (H) Binding commitments have been made to the ~~authority~~  
11 commission by the enterprise for adequate reporting of financial data to the  
12 ~~authority~~ commission, which shall include a requirement for an annual or  
13 other periodic audit of the books of the enterprise and for such control on  
14 the part of the ~~authority~~ commission as the ~~board~~ executive director shall  
15 consider prudent over the management of the enterprise so as to protect the  
16 investment of the ~~authority~~ commission, including, in the discretion of the  
17 ~~board~~ executive director and without limitation, right of access to financial  
18 and other records of the enterprise.

19 (c)(1) In carrying out ~~its~~ his or her functions under this section, the  
20 ~~board~~ executive director may create such advisory committees as may be useful  
21 in evaluating potential investments in qualified securities.

22 (2) The memberships of these advisory committees may include both  
23 directors and staff members of the ~~authority~~ commission and other persons  
24 drawn from sources other than the ~~authority~~ commission, all of whom shall  
25 serve at the pleasure of the ~~board~~ executive director.

26 (3) Members of these advisory committees shall serve without  
27 compensation for their membership on the committees but may receive expense  
28 reimbursement in accordance with § 25-16-901 et seq.

29 (d) The ~~authority~~ commission shall not make investments in qualified  
30 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 ~~authority~~ commission 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 ~~authority~~ commission,  
36 after giving effect to the conversion of all outstanding convertible

1 securities of the enterprise. However, in the event of severe financial  
 2 difficulty of the enterprise threatening, in the judgment of the ~~board~~  
 3 executive director, the investment of the ~~authority~~ commission therein, a  
 4 greater percentage of such securities may be owned by the ~~authority~~  
 5 commission.

6 (e) The ~~authority~~ commission may not invest nor may it commit to invest  
 7 in any qualified securities prior to the ~~board's~~ commission's adopting rules  
 8 to govern the programs authorized under this section.

9  
 10 15-3-123. Annual report.

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

16  
 17 15-3-124 – 15-3-129. [Reserved.]

18  
 19 15-3-130. Centers for applied technology – Definition.

20 For the purposes of this section and §§ 15-3-131 – 15-3-134, “center  
 21 for applied technology” or “center” means a college or university or  
 22 university-affiliated unit, or a consortium of such units, which conducts a  
 23 continuing program of basic and applied research, development, and technology  
 24 transfer in one (1) or more technological areas in collaboration with and  
 25 through the support of private enterprises.

26  
 27 15-3-131. Centers for applied technology – Authority to designate.

28 In order to encourage greater collaboration between private enterprises  
 29 and Arkansas colleges and universities in the development and application of  
 30 new technologies, the Arkansas ~~Science and Technology Authority is authorized~~  
 31 ~~to~~ Economic Development Commission may designate technological areas as  
 32 having significant potential for economic growth in Arkansas or in which the  
 33 application of new technologies could significantly enhance the productivity  
 34 and stability of Arkansas enterprises.

35  
 36 15-3-132. Centers for applied technology – Criteria – Designation.

1 (a) The ~~Arkansas~~ Division of Science and Technology Authority of the  
2 Arkansas Economic Development Commission shall:

3 (1) Identify technological areas for which centers should be  
4 designated, including, but not limited to, technological areas that are  
5 related to enterprises with significant potential for economic growth and  
6 development in Arkansas and areas that are related to the enhancement of  
7 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  
16 government funding for the proposed center;

17 (D) The ability and willingness to cooperate with other  
18 colleges and universities in conducting research and development activities  
19 and in disseminating research results and to work with institutions of higher  
20 learning to enhance the quality of technological education in the area or  
21 areas of technology involved; and

22 (E) The ability and willingness to cooperate with the  
23 ~~authority~~ division, the Arkansas Economic Development Council, and other  
24 economic development agencies in promoting the growth and development in  
25 Arkansas of enterprises based upon or benefiting from the areas of technology  
26 involved; and

27 (3) Designate, using a competitive selection process, those  
28 centers for applied technology to be created in cooperation with colleges and  
29 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 § 15-  
34 3-134.

35  
36 15-3-133. Centers for applied technology – Advisory committees.

1 (a) In carrying out its functions under this section, §§ 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 division, all of whom shall serve at the pleasure of the ~~board~~ Executive  
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.

14  
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.

22  
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

1 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.

8  
9 SECTION 77. Arkansas Code § 15-3-202(b), concerning administration of  
10 the Arkansas Research Matching Fund, is amended to read as follows:

11 (b) The fund shall be administered by the Arkansas ~~Science and~~  
12 ~~Technology Authority~~ Economic Development Commission and shall be for the  
13 benefit of colleges and universities located within the State of Arkansas.  
14

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:

18 (1) A college or university may provide the Arkansas ~~Science and~~  
19 ~~Technology Authority~~ Economic Development Commission with the research grant  
20 proposal for federal funds submitted with a letter of intent to apply for a  
21 match to one (1) of the funding agencies identified in § 15-3-205;

22 (2)(A) A college or university shall apply to the ~~authority~~  
23 commission for a match from this fund in writing within two (2) weeks of the  
24 notice of an award of federal funds from one (1) of the funding agencies  
25 identified in § 15-3-205.

26 (B) In addition to the grant proposal submitted to the  
27 federal agency, the application shall include an approved budget and an  
28 official notice of the grant award from the federal funding agency; and

29 (3) A college or university shall adhere to the rules and  
30 regulations that may be promulgated by the ~~authority~~ commission for  
31 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 Commission, 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 ~~authority~~ commission shall promptly review applications  
 7 for matching funds for consistency with this subchapter.

8 (3) The ~~board~~ commission 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.

17  
 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  
 22 research.

23 (b) The Executive Director of the Arkansas Economic Development  
 24 Commission, with the advice of the Board of Directors of the ~~Arkansas~~  
 25 Division of Science and Technology Authority of the Arkansas Economic  
 26 Development Commission may approve multi-year research grants, but  
 27 disbursements of the matching funds authorized by this subchapter shall be  
 28 for no more than a twelve-month period.

29  
 30 SECTION 80. Arkansas Code § 15-3-206 is amended to read as follows:  
 31 15-3-206. Reporting.

32 The Arkansas ~~Science and Technology Authority~~ Economic Development  
 33 Commission 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~~ Economic Development  
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~~ Economic Development  
30 Commission 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  
35 scientific and technological research and development from federal agencies  
36 or private businesses located in Arkansas could be enhanced or increased if

1 state resources were made available to assist in financing 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  
36 subchapter, the ~~authority~~ 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.

3  
4 SECTION 85. Arkansas Code § 15-3-402 is amended to read as follows:

5 15-3-402. Application for funding.

6 (a) The Arkansas ~~Science and Technology Authority~~ Economic Development  
7 Commission shall make available forms upon which a business eligible for a  
8 grant under § 15-3-403 may apply for a grant to support the hiring of  
9 postdoctoral science and engineering graduates to work in areas of their  
10 expertise in Arkansas.

11 (b) Within thirty (30) days of the receipt of an application, the  
12 ~~authority~~ commission shall notify the applicant whether:

13 (1) The applicant meets the criteria for benefits; and

14 (2) Funds are available to assist the business in the hiring of  
15 postdoctoral science and engineering graduates.

16  
17 SECTION 86. Arkansas Code § 15-3-404(b) and (c), concerning grants for  
18 economic development and knowledge-based job growth, is amended to read as  
19 follows:

20 (b) The grants authorized by this section shall be administered and  
21 paid according to rules established by the Arkansas ~~Science and Technology~~  
22 ~~Authority~~ Economic Development Commission.

23 (c) The ~~authority~~ commission shall not provide further grant funds to  
24 the approved business if at any time during the five-year grant period the  
25 postdoctoral graduate is no longer employed in Arkansas by the approved  
26 business.

27  
28 SECTION 87. Arkansas Code § 15-3-405 is amended to read as follows:

29 15-3-405. Rules.

30 (a) The Arkansas ~~Science and Technology Authority~~ Economic Development  
31 Commission, through the promulgation of rules in accordance with the Arkansas  
32 Administrative Procedure Act, § 25-15-201 et seq., shall establish procedures  
33 consistent with this subchapter to carry out the intent of this legislation.

34 (b) The ~~authority~~ commission shall establish by rule opportunities for  
35 assisting in the hiring of postdoctoral graduates in each of the four (4)  
36 congressional districts in the state.

1  
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  
13 Arkansas Research Alliance shall make recommendations to the ~~authority~~  
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  
21 fund grants under § 6-17-2701 et seq.;

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  
32 policy or funding decision of the Arkansas Research Alliance, including  
33 without limitation Accelerate Arkansas, Innovate Arkansas, and Connect  
34 Arkansas.

35  
36 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  
16 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~~ director shall report ~~its~~ his or her 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  
 31 ~~Authority~~ Arkansas Economic Development Commission;

32  
 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:

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

1 the ~~Arkansas~~ Division of Science and Technology Authority of the Arkansas  
 2 Economic Development Commission 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~~ Division of Science and Technology Authority of the Arkansas  
 6 Economic Development Commission 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.

12  
 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 Division of Science and Technology of the Arkansas Economic Development  
 20 Commission and the President of the Arkansas Development Finance Authority,  
 21 ~~and the President of the Arkansas Science and Technology Authority.~~

22  
 23 SECTION 100. Arkansas Code § 15-4-3304(b) and (c), as amended by Act  
 24 164 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  
 28 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  
31 of Finance and Administration, and that has as a principal purpose increasing  
32 the availability of equity capital and near-equity capital for emerging and  
33 expanding enterprises in the State of Arkansas.

34  
35 SECTION 104. Arkansas Code § 15-5-1605(c)(1), concerning funding of  
36 the Arkansas Risk Capital Matching Fund, is amended to read as follows:

1 (c)(1) 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 ~~nine (9)~~ eight (8) voting members:

20 (1) ~~The President of the Arkansas Science and Technology~~  
 21 ~~Authority;~~  
 22 ~~(2)~~ The Executive Director of the Arkansas Economic Development  
 23 Commission;  
 24 ~~(3)~~(2) The Director of the Department of Finance and  
 25 Administration;  
 26 ~~(4)~~(3) The Director of the Department of Information Systems;  
 27 ~~(5)~~(4) The Director of the Department of Education;  
 28 ~~(6)~~(5) The Director of the Department of Higher Education; and  
 29 ~~(7)(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:

3 (b) The Arkansas Research Matching Fund shall be administered by the  
4 ~~Arkansas Science and Technology Authority~~ Executive Director of the Arkansas  
5 Economic Development Commission and shall be for the benefit of colleges and  
6 universities located within the State of Arkansas.

7  
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.

15  
16 SECTION 109. Arkansas Code § 19-5-1236(e), concerning use of the  
17 Technology Acceleration Fund, is amended to read as follows:

18 (e)(1) Any proposed use of the Technology Acceleration Fund by the  
19 Arkansas Economic Development Commission, ~~Arkansas Science and Technology~~  
20 ~~Authority~~, or Arkansas Development Finance Authority shall first be approved  
21 by the Governor.

22 (2) The Arkansas Economic Development Commission, ~~the Arkansas~~  
23 ~~Science and Technology Authority~~, and the Arkansas Development Finance  
24 Authority shall make a joint recommendation to the Governor for any proposed  
25 use of the Technology Acceleration Fund.

26  
27 SECTION 110. Arkansas Code § 19-5-1243(c), concerning use of the  
28 Arkansas Acceleration Fund, is amended to read as follows:

29 (c) The fund shall be used by the ~~Arkansas~~ Division of Science and  
30 Technology Authority of the Arkansas Economic Development Commission to  
31 provide support and assistance for the accelerated growth of knowledge-based  
32 and high-technology jobs in the State of Arkansas through focused funding of  
33 the state initiatives and programs as defined under the Arkansas Acceleration  
34 Fund Act, § 15-3-501 et seq.

35  
36 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  
3 Technology ~~Authority of the Arkansas Economic Development Commission~~ for the  
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 be 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.

34  
35 SECTION 113. Arkansas Code § 19-12-117(a), concerning membership of  
36 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 ~~Economic Development Commission, § 15-3-105;~~

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

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

10 (D) "Qualified technology incubator" means a business  
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  
15 with an Arkansas college or university to foster the growth of technology-  
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:

30 (A) Be consistent with the research and development plan  
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

36

1 SECTION 120. Arkansas Code § 26-51-1104(b), concerning documentation  
2 required to claim a tax credit for certain donations to qualified educational  
3 institutions for a qualified education program or a qualified research  
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:  
12 26-51-1105. Rules and regulations.

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  
21 SECTION 122. DO NOT CODIFY. Transfer of the Department of Rural  
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,  
28 property, unexpended balances of appropriations, allocations, and other  
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  
36 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~~ Division of the Arkansas  
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 § 15-6-103(1)-(3), concerning the  
36 definitions of "commission", "department", and "director", are repealed.

1           ~~(1) "Commission" means the Arkansas Rural Development Commission~~  
 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~~ Division of the Arkansas  
 17 Economic Development Commission.

18           (a) There is created the ~~Department of Rural Services~~ Division of the  
 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 ~~department~~ division  
 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 Division of the Arkansas Economic Development Commission –  
 36 Functions, powers, and duties.

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;

14           (3)(A) To receive notification from all state and federal  
15 agencies, individuals, or corporations engaged in rural development and  
16 revitalization of program descriptions, appropriation data, and application  
17 procedures.

18           (B) The ~~department~~ division shall maintain a listing of  
19 existing programs and advise local agencies, individuals, or corporations of  
20 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;

28           (5) To assist the Governor and the General Assembly in the  
29 integration and formulation of state rural development and revitalization  
30 policy and long-range plans for rural areas and in answering needs related  
31 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;

36           (8) To assist the Governor in coordinating the activities and

1 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.

29  
 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 Development Commission determines 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.

29  
 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:

3 (1) Create better access to outdoor wildlife recreational  
4 activities for Arkansans;

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.

11 (d) The ~~department and the commission~~ division and the Arkansas State  
12 Game and Fish Commission agree to work cooperatively to establish criteria  
13 and recommendations for wildlife recreation facilities, including without  
14 limitation the development of community ponds, shooting ranges, community  
15 fishing, and access areas for fishing for the enjoyment of the wildlife  
16 resources of the state by our citizens and visitors to the state who are  
17 attracted to Arkansas's abundant wildlife resources.

18 (e) The ~~department and the commission~~ division and the Arkansas State  
19 Game and Fish Commission agree to develop plans and review the needs and  
20 requirements for the construction and development of wildlife recreation  
21 facilities under the program.

22 (f) The ~~department~~ division, with the assistance and advice of the  
23 ~~commission~~ Arkansas State Game and Fish Commission, shall establish criteria  
24 for the wildlife recreation facilities by the promulgation of rules in  
25 accordance with the Arkansas Administrative Procedure Act, § 25-15-201 et  
26 seq., for the development of wildlife recreation facilities in the program.

27  
28 SECTION 131. Arkansas Code § 15-47-104 is amended to read as follows:  
29 15-47-104. Funding.

30 (a)(1) The Arkansas State Game and Fish Commission voluntarily agrees  
31 to make available an amount not to exceed five hundred thousand dollars  
32 (\$500,000) for the fiscal year beginning July 1, 2011, and ending June 30,  
33 2012, for the Wildlife Recreation Facilities Pilot Program for the  
34 development of wildlife recreation facilities under this subchapter from  
35 moneys that the commission has received from oil and gas leases in the  
36 Fayetteville Shale.

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

3                   (A) A mandate by the General Assembly;

4                   (B) An appropriation of funds by the General Assembly; or

5                   (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.

10           (4) Future funding for the program is subject to the review under  
11 subdivisions (b)(2) and (3) of this section and shall be determined by and  
12 distributed from the availability of royalties from oil and gas leases in the  
13 Fayetteville Shale that the commission receives or from other sources that  
14 are not from the ~~commission~~ Arkansas State Game and Fish Commission.

15           (b)(1) The ~~Department of~~ Rural Services Division of the Arkansas  
16 Economic Development Commission and the ~~commission~~ Arkansas State Game and  
17 Fish Commission agree to execute a memorandum of understanding to delineate  
18 each party's participation, obligation, and cooperation in the program  
19 sufficient to fulfill the requirements of this section.

20           (2) The ~~department~~ division and the ~~commission~~ Arkansas State  
21 Game and Fish Commission agree to review the memorandum of understanding  
22 every two (2) years to evaluate the effectiveness and success of the program  
23 and to reexamine the need for moneys to be made available to the ~~department~~  
24 division to fund the development of wildlife recreation facilities.

25           (3) If both the ~~commission~~ Arkansas State Game and Fish  
26 Commission and the ~~department~~ division agree that the program meets or  
27 exceeds the purpose of the legislation or agree that to discontinue the  
28 program would result in an undue disruption of progress, the parties shall  
29 reexecute a memorandum of understanding under subdivision (b)(1) of this  
30 section.

31           (c) An agreement for funding in a memorandum of understanding under  
32 subdivision (b)(1) of this section and a distribution of money under this  
33 subchapter require the final approval of the ~~commission~~ Arkansas State Game  
34 and Fish Commission.

35           (d) The maximum grant amount for a single project funded under the  
36 program is one hundred thousand dollars (\$100,000) per year.

1  
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~~ Division of the  
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 ~~Department of~~  
22 Rural Services Division of the Arkansas Economic Development Commission 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~~ Division of the Arkansas Economic  
32 Development Commission.

33 (b) The fund shall consist of:

34 (1) Those special revenues and any other revenues authorized by  
35 law;

36 (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  
13 SECTION 137. DO NOT CODIFY. Transfer of the Division of Land Surveys  
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.

21 (b) All authority, powers, duties, functions, records, personnel,  
22 property, unexpended balances of appropriations, allocations, and other  
23 funds, including the functions of budgeting or purchasing, are transferred to  
24 the Arkansas Geographic Information System Office, except as specified by  
25 this act.

26 (c) All powers, duties, and functions, including rulemaking,  
27 regulation, and licensing, promulgation of rules, rates, regulations, and  
28 standards, and the rendering of findings, orders, and adjudications are  
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  
35 Commission shall replace "Division of Land Surveys of the Arkansas  
36 Agriculture Department" with "Division of Land Surveys of the Arkansas

1 Geographic Information System Office".

2  
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~~ Survey Advisory Board – 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~~ Land Survey Advisory Board 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~~ Land Survey Advisory Board shall serve for  
 11 terms of six (6) years.

12 (d) Members of the ~~board~~ Land Survey Advisory Board 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. Land Survey Advisory Board – 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. Land Survey Advisory Board – 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 Arkansas  
 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  
 35 monuments, section corners, and quarter section corners established by the  
 36 United States Public Land Survey within the State of Arkansas, together with

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

1 designed to establish uniform professional surveying and mapping methods and  
2 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;

13 (10) To assist the county assessors in establishing accurate land  
14 descriptions of the state-owned or state-claimed lands and to assist the  
15 public and private surveyors to obtain land ownership information for  
16 surveying purposes;

17 (11) To accept for the state gifts, grants, and donations from  
18 any and all persons, corporations, associations, and foundations and from the  
19 federal or state government or any agency or program thereof to be deposited  
20 in a financial institution in this state;

21 (12) To enter into such agreements or contracts with agencies of  
22 the United States Government, agencies of the State of Arkansas, other  
23 states, and registered land surveyors as ~~he or she~~ the Arkansas Geographic  
24 Information Systems Board deems necessary or desirable to properly plan and  
25 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.

29  
30 SECTION 145. Arkansas Code § 15-21-207(a), concerning registration of  
31 surveyors, is amended to read as follows:

32 (a) Every employee of the Division of Land Surveys of the Arkansas  
33 Geographic Information System Office who performs any work required by law to  
34 be done by a registered professional surveyor shall be a registered surveyor.

35  
36 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.

7 (b) Employees of the division ~~and~~, members of the ~~Advisory Board to the~~  
8 ~~Division of Land Surveys~~ Survey Advisory Board, and members of the Arkansas  
9 Geographic Information Systems Board shall be immune from arrest for trespass  
10 in performing their duties as prescribed in this subchapter but shall always,  
11 where practical, announce and identify themselves and their intentions before  
12 entering upon private property. The employees and ~~board~~ members of the Land  
13 Survey Advisory Board and the Arkansas Geographic Information Systems Board  
14 shall be personally liable for any damage caused to private property by their  
15 wantonness, willfulness, or gross negligence.

16  
17 SECTION 147. Arkansas Code § 15-21-209(a), concerning copies of  
18 certain land records, is amended to read as follows:

19 (a) When the State Surveyor so requests, the public recorder of deeds,  
20 mortgages, or other instruments dealing with interest in real property and  
21 all state agencies, boards, and commissions and all county and municipal  
22 officials shall furnish to the Division of Land Surveys of the Arkansas  
23 Geographic Information System Office certified copies of records in their  
24 custody which are essential for the division to carry out its duties under  
25 the provisions of this subchapter.

26  
27 SECTION 148. Arkansas Code § 15-21-210(a), concerning the sale of  
28 information by the Division of Land Surveys, is amended to read as follows:

29 (a) The Division of Land Surveys of the Arkansas Geographic Information  
30 System Office may produce, reproduce, and sell maps, plats, and records and  
31 shall prescribe a reasonable charge therefor.

32  
33 SECTION 149. Arkansas Code § 17-48-106(a)(2), concerning the filing of  
34 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.~~

19  
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 Arkansas 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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