

State of Arkansas  
95th General Assembly  
Regular Session, 2025

# A Bill

HOUSE BILL 1378

By: Representative Beaty Jr.

By: Senator Hill

## For An Act To Be Entitled

AN ACT TO AMEND THE LAW CONCERNING THE STATE BOARD OF FINANCE; TO AMEND THE COMPOSITION OF THE STATE BOARD OF FINANCE; TO AMEND THE REQUIREMENTS FOR A QUORUM FOR MEETINGS OF THE STATE BOARD OF FINANCE; TO REPEAL THE REQUIREMENTS FOR THE EMPLOYMENT OF A CHIEF COMPLIANCE OFFICER BY THE STATE BOARD OF FINANCE; AND FOR OTHER PURPOSES.

## Subtitle

TO AMEND THE COMPOSITION AND MEETING REQUIREMENTS OF THE STATE BOARD OF FINANCE; AND TO REPEAL THE REQUIREMENTS FOR THE EMPLOYMENT OF A CHIEF COMPLIANCE OFFICER BY THE STATE BOARD OF FINANCE.

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

SECTION 1. Arkansas Code § 19-3-701(b), concerning the State Board of Finance, is amended to read as follows:

(b) The board shall be composed of the following members:

- (1) The Governor or his or her designee;
- (2) The Treasurer of State;
- (3) The Auditor of State;
- (4) The Bank Commissioner;
- (5) The Secretary of the Department of Finance and

Administration;

- (6) The ~~Securities Commissioner~~ Secretary of the Department of



Transformation and Shared Services;

- (7) One (1) person with knowledge and experience in commercial banking;
- (8) One (1) person who:
  - (A) Holds or has held a Series 7 licensure as a general securities representative; and
  - (B) Has at least five (5) years of experience as a general securities representative;
- (9) One (1) certified public accountant who:
  - (A) Is licensed in Arkansas; and
  - (B) Has at least five (5) years of experience as a certified public accountant;
- (10) One (1) member of the general public; and
- (11)(A) The Insurance Commissioner.
  - (B) The Insurance Commissioner shall be a voting member only for the purpose of voting on health benefit plans.

SECTION 2. Arkansas Code § 19-3-703(b)(1), concerning meetings of the State Board of Finance, is amended to read as follows:

(b)(1) ~~Seven (7)~~ Six (6) members shall constitute a quorum for the transaction of business.

SECTION 3. Arkansas Code § 19-3-704(b), concerning the powers and duties of the State Board of Finance, is amended to read as follows:

(b)~~(1)~~ The board shall select the chief compliance officer within the Treasurer of State's office based upon nominations received from the Treasurer of State.

- ~~(2) The chief compliance officer shall:~~
  - ~~(A) Be employed by the board;~~
  - ~~(B) Work with and at the direction of the Treasurer of State consistent with the policies and directives of the board; and~~
  - ~~(C) Serve at the pleasure of the board.~~

**APPROVED: 2/27/25**