

SENATE AMENDMENT 2 TO HB1146.

deleting line 11 of page 1 and substituting therefor the following:

"PURPOSES; TO AMEND ARKANSAS CODE 26-26-304 CONCERNING THE EFFECT ON STATE AID OR TURNBACK FUNDS FROM ASSESSMENT RATIOS; AND FOR OTHER PURPOSES.'" "

AND

by deleting line 16 of page 1 and substituting therefor the following:

"VALOREM TAX PURPOSES; AND CONCERNING ASSESSMENT RATIOS.'" "

AND

by adding a new Section, on line 11 of page 2, to read as follows:

"SECTION 2 Arkansas Code 26-26-304, concerning the effect on state aid or turnback funds from assessment ratios, is amended to add the following new subsection to read as follows:

'(g) (1) In addition to the other provisions of this section, whenever the August 1 ratio for the classifications of market value real estate, personal property (business), or personal property (auto and other) falls below eighteen percent (18%) or above twenty-two percent (22%) of full fair market value for the second consecutive August 1 ratio study, the county shall be deemed to have failed the ratio study and shall be subject to the penalties and corrective actions outlined in subdivision (c) (4) (D) of this section.

(2) Further, where the weighted coefficient of dispersion about the median ratio, as defined by the Assessment Coordination Division, for market value real estate exceeds twenty (20) for the second consecutive August 1 ratio study, the county shall be deemed to have failed the ratio study and will be subject to the penalties and corrective actions outlined in subdivision (c) (4) (D) of this section or the withholding of five percent (5%) of all state turnback funds for all taxing units in the county, whichever is greater.

(3) This subsection (g) shall be effective beginning with the August preliminary ratio study for 1998.'" "

AND

by appropriately renumbering the subsequent sections of the bill