

**SEVENTY-FIRST DAY'S PROCEEDINGS
HALL OF THE HOUSE OF REPRESENTATIVES**

Little Rock, Arkansas

March 19, 2001

The House was called to order at 1:00 p.m. by Mr. Broadway, the Speaker. The following members answered to the roll call:

Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Borhauer, Boyd, Bradford, Bright, Carson, Childers, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, Jeffress, Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Schall, Scrimshire, Scroggin, Shoffner, M.Smith, R.Smith, M.Steele, T.Steele, Stovall, C.Taylor, J.Taylor, Teague, Thomas, Trammell, Verkamp, Walker, Weaver, White, Womack, Wood, Mr. Speaker.

Total95

The following member(s) was absent and did not answer to the roll call: J. Elliott, Hunt, Oglesby, Seawel, Willis.

Total05

A quorum was present.

Unanimous leave was granted for Representatives J. Elliott, Hunt, Oglesby, Willis.

The House stood and was led in prayer by Dr. Jim Lagrone, Pastor, First Southern Baptist Church, Bryant, Arkansas.

The House stood and gave the Pledge of Allegiance to the Flag.

The reading of the Journal of yesterday's proceedings was dispensed with.

COMMITTEE REPORT

	March 19, 2001
JOINT PUBLIC RETIREMENT AND	ROGER SMITH
SOCIAL SECURITY PROGRAMS	CHAIRPERSON
HOUSE BILL NO. 1272	DO PASS
BY REPRESENTATIVE COOK	

COMMITTEE REPORT

	March 19, 2001
JOINT BUDGET	GEORGE FRENCH
	CHAIRPERSON
SENATE BILL NO. 110	DO PASS
BY JOINT BUDGET COMMITTEE	
SENATE BILL NO. 579	DO PASS
BY JOINT BUDGET COMMITTEE	
SENATE BILL NO. 647	DO PASS
BY JOINT BUDGET COMMITTEE	
SENATE BILL NO. 655	DO PASS
BY JOINT BUDGET COMMITTEE	
SENATE BILL NO. 699	DO PASS
BY JOINT BUDGET COMMITTEE	
SENATE BILL NO. 732	DO PASS
BY JOINT BUDGET COMMITTEE	
SENATE BILL NO. 733	DO PASS
BY JOINT BUDGET COMMITTEE	
SENATE BILL NO. 734	DO PASS
BY JOINT BUDGET COMMITTEE	
SENATE BILL NO. 735	DO PASS
BY JOINT BUDGET COMMITTEE	

COMMITTEE REPORT

	March 19, 2001
ADVANCED COMMUNICATIONS AND INFORMATION TECHNOLOGY	JIM MAGNUS CHAIRPERSON
HOUSE BILL NO. 2599 BY REPRESENTATIVE M. SMITH	DO PASS
SENATE BILL NO. 495 BY SENATOR GULLETT	DO PASS
SENATE BILL NO. 580 BY SENATOR GULLETT	DO PASS

Upon motion of Representative Rodgers, **HOUSE BILL NO. 2429** was placed back on second reading for the purpose of amendment.

AMENDMENT NO. 1 TO HOUSE BILL NO. 2429

Amend **HOUSE BILL NO. 2429** as originally introduced:

Delete Section 1 of the bill and substitute the following:

"SECTION 1. Arkansas Code Title 23, Chapter 76, Subchapter 1 is amended by adding the following new section:

23-76-132. If a health maintenance organization requires the selection or assignment of a primary care physician, the health maintenance organization shall provide an enrollee that is a student enrolled at a post-secondary institution one (1) of the following options:

(1) To select two (2) primary care physicians, one (1) located near the enrollee's domicile and one (1) located near the post-secondary institution, provided both primary care physicians have provider contracts with the health maintenance organization; or

(2) To select a primary care physician when the enrollee resides near the enrollee's domicile and then changing primary care physicians when the enrollee attends the post-secondary institution, the effective date of the change to be the first of the month following notification, provided both primary care physicians have provider contracts with the health maintenance organization."

/s/ Sandra Rodgers

The Amendment was read and adopted by more than 51 votes.

/s/ Ms. Jo Renshaw
Chief Clerk

Upon motion of Representative W. Walker, **HOUSE BILL NO. 2555** was placed back on second reading for the purpose of amendment.

AMENDMENT NO. 1 TO HOUSE BILL NO. 2555

Amend **HOUSE BILL NO. 2555** as originally introduced:

Page 3, delete line 18 and substitute the following:

"(AA) Foster care maintenance services provided by foster family homes approved by the Division of Children & Family Services for children whose placement and care are the responsibility of the Division of Children & Family Services."

/s/ Wilma Walker

The Amendment was read and adopted by more than 51 votes.

/s/ Ms. Jo Renshaw
Chief Clerk

Upon motion of Representative McMellon, **HOUSE BILL NO. 2456** was placed back on second reading for the purpose of amendment.

AMENDMENT NO. 1 TO HOUSE BILL NO. 2456

Amend **HOUSE BILL NO. 2456** as originally introduced:

Page 4, line 21, delete "electric power" and substitute "~~electric power~~"

/s/ Terry A. McMellon

The Amendment was read and adopted by more than 51 votes.

/s/ Ms. Jo Renshaw
Chief Clerk

Upon motion of Representative Haak, **HOUSE BILL NO. 2296** was placed back on second reading for the purpose of amendment.

AMENDMENT NO. 1 TO HOUSE BILL NO. 2296

Amend **HOUSE BILL NO. 2296** as originally introduced:

Page 2, delete line 9 and substitute the following:

"installation or repair, exclusive of surveying or other acts preparatory to the"

AND

Page 2, delete line 31 and substitute the following:

"water well and who installs or repairs pumping equipment pump installation or repair."

Page 3, delete lines 5 through 14 and substitute the following:

"continued use for the purpose of obtaining ground water is impractical; and

(13) "Well construction" means the act of setting up the rig for and"

/s/ David Haak

The Amendment was read and adopted by more than 51 votes.

/s/ Ms. Jo Renshaw

Chief Clerk

Upon motion of Representative Cleveland, **HOUSE BILL NO. 2377** was placed back on second reading for the purpose of amendment.

AMENDMENT NO. 1 TO HOUSE BILL NO. 2377

Amend **HOUSE BILL NO. 2377** as originally introduced:

Delete SECTION 1 and substitute the following:

"SECTION 1. Arkansas Code 9-10-115(f) is amended to read as follows:

(f) ~~In no event shall the adjudication or voluntary acknowledgment of paternity be modified later than three (3) years after such adjudication or voluntary acknowledgment. When any man voluntarily acknowledges paternity or has been adjudicated to be the father of a child, without the benefit of scientific testing for paternity, and as a result ordered to pay child support, he shall be entitled to one (1) paternity test at any time during the period of time that he is required to pay child support upon the filing of a motion for testing or a motion for modification of the support order. If the paternity test administered under this subsection indicates, and a court so finds that he is not the father, the adjudication of paternity shall be set aside."~~

/s/ H. W. Cleveland

The Amendment was read and adopted by more than 51 votes.

/s/ Ms. Jo Renshaw

Chief Clerk

Upon motion of Representative Cleveland, **HOUSE BILL NO. 2462** was placed back on second reading for the purpose of amendment.

AMENDMENT NO. 1 TO HOUSE BILL NO. 2462

Amend **HOUSE BILL NO. 2462** as originally introduced:

Page 1, delete line 5 and substitute the following:

"By: Representative Gillespie"

/s/ H. W. Cleveland

The Amendment was read and adopted by more than 51 votes.

/s/ Ms. Jo Renshaw

Chief Clerk

Upon motion of Representative Cleveland, **HOUSE BILL NO. 2537** was placed back on second reading for the purpose of amendment.

AMENDMENT NO. 1 TO HOUSE BILL NO. 2537

Amend **HOUSE BILL NO. 2537** as originally introduced:

Page 1, delete line 5 and substitute the following:

"By: Representative Gillespie"

/s/ H. W. Cleveland

The Amendment was read and adopted by more than 51 votes.

/s/ Ms. Jo Renshaw

Chief Clerk

Upon motion of Representative Bradford, **HOUSE BILL NO. 1898** was placed back on second reading for the purpose of amendment.

AMENDMENT NO. 2 TO HOUSE BILL NO. 1898

Amend **HOUSE BILL NO. 1898** as engrossed, H3/2/01:

Page 4, line 24, delete "31.815%" and substitute "34.4828%"

AND

Page 4, line 27, delete "31.815%" and substitute "34.4828%"

AND

Page 5, line 3, delete "7.9755%" and substitute "8.4483%"

AND

Page 5, delete lines 17 through 25 and substitute:

"(4)(A) 0.8621% of the fund shall be distributed to the Department of Human Services Grants Fund Account to be used for:

(i) Medicaid match for expansion of community-based programs licensed by the Developmental Disabilities Services Division of the department; or

(ii) Increases in reimbursements to providers of those programs.

(B) The amount of funds received under this subdivision (d)(4) shall not be partially or wholly offset by reducing funds from any other source of revenues;

(5) 0.5172% of the fund shall be distributed to the Department of Human Services Grants Fund Account to be used for Medicaid match for private duty nursing services for ventilator-dependent and high-technology, non-ventilator dependent patients;"

AND

Page 5, line 26, delete "2.7270%" and substitute "3.4483%"

AND

Page 5, line 30, delete "2.4543%" and substitute "2.5862%"

AND

Page 5, line 33, delete "1.8180%" and substitute "3.1034%"

AND

Page 6, line 5, delete "1.6125%" and substitute "1.7421%"

AND

Page 6, line 8, delete "0.3636%" and substitute "0.3448%"

AND

Page 6, line 12, delete "and"

AND

Page 6, line 13, delete "8.0566%" and substitute "3.4483%"

AND

Page 6, delete line 17 and substitute:

"be expended for any health care program within the State of Arkansas; and
(12) 6.5517% of the fund shall be deposited in the State General
Services Fund Account."

/s/ Jay Bradford

The Amendment was read and adopted by more than 51 votes.

/s/ Ms. Jo Renshaw

Chief Clerk

Upon motion of Representative Roebuck, **HOUSE BILL NO. 2363** was placed back on second reading for the purpose of amendment.

AMENDMENT NO. 1 TO HOUSE BILL NO. 2363

Amend **HOUSE BILL NO. 2363** as originally introduced:

Page 1, line 9, amend the title by adding the word "OPTIONAL" before the word "COVERAGE"

AND

Page 1, line 16, amend the subtitle by adding the word "OPTIONAL" before the word "COVERAGE"

AND

Page 1, delete lines 25 through 36 and page 2, delete lines 1 through 3 and substitute the following:

"SECTION 1. (a) (1) Every health carrier shall offer optional coverage in its health care plans for the medical treatment of musculoskeletal disorders affecting any bone or joint in the face, neck or head, including temporomandibular joint disorder and craniomandibular disorder. Treatment shall include both surgical and nonsurgical procedures.

(2) This coverage shall be provided for medically necessary diagnosis and treatment of these conditions whether they are the result of accident, trauma, congenital defect, developmental defect, or pathology.

(3) This coverage shall be the same as that provided for any other musculoskeletal disorder in the body and shall be provided whether prescribed or administered by a physician or dentist.

(b) The policyholder shall accept or reject the optional coverage in writing on

the application. The application shall specifically and conspicuously inform the policyholder that rejection of the option means that covered benefits provided to insureds or enrollees will not include “temporomandibular joint disorder (TMJ) or craniomandibular disorder.”

(c) Nothing herein shall prevent an insurer from including such coverage for any or all musculoskeletal disorders affecting any bone or joint in the face, neck or head as part of a policy’s basic coverage, in lieu of offering optional coverage.

(d) This act shall apply to those health care plans issued, delivered, renewed, extended, amended, or modified on or after the effective date of this act.

SECTION 2. Definitions.

(1)(A) “Health care plan” means any individual, blanket, or group plan, policy, or contract for health care services issued or delivered by a carrier in this state, including indemnity and managed care plans.

(B) “Health care plan” does not mean a plan that provides coverage only for:

(i) A specified accident or accident-only coverage or long-term care insurance as defined in the Long-Term Care Insurance Act.

(ii) A Medicare supplement policy of insurance, as defined by the Insurance Commissioner by regulation;

(iii) Coverage under a plan through Medicare, Medicaid, or the Federal Employees Health Benefit Program;

(iv) Any coverage issued under Chapter 55 of Title 10 of the U.S. Code, existing on January 1, 2001, and any coverage issued as supplemental to that coverage; and

(v) Any coverage issued as supplemental to liability insurance, workers’ compensation or similar insurance;

(2) “Health carrier” means any accident and health insurance company, referred to in law as “disability” insurance company, hospital or medical services corporation, or health maintenance organization (including a so-called dental maintenance organization), issuing or delivering health care plans in this state.

SECTION 3. If any provision of this act or the application thereof to any person or circumstance is held invalid, the invalidity shall not affect other provisions or applications of the act which can be given effect without the invalid provision or application, and to this end the provisions of this act are declared to be severable.”

/s/ Tommy Roebuck

The Amendment was read and adopted by more than 51 votes.

/s/ Ms. Jo Renshaw
Chief Clerk

Upon motion of Representative Bennett, **HOUSE BILL NO. 2455** was placed back on second reading for the purpose of amendment.

AMENDMENT NO. 1 TO HOUSE BILL NO. 2455

Amend **HOUSE BILL NO. 2455** as originally introduced:

Add Representatives Glover, Milligan, M. Smith as House cosponsors to the bill

AND

Add Senator Webb as a Senate cosponsor to the bill

AND

Page 2, line 10, delete “blood” and substitute “blood within five (5) years of the first offense”

AND

Page 2, line 23, delete “three (3)” and substitute “five (5)”

AND

Page 2, line 26, delete “three (3)” and substitute “five (5)”

AND

Page 3, line 1, delete “three (3)” and substitute “five (5)”

AND

Page 3, line 4, delete “three (3)” and substitute “five (5)”

AND

Page 3, line 6, delete “three (3)” and substitute “five (5)”

/s/ Russ Bennett

The Amendment was read and adopted by more than 51 votes.

/s/ Ms. Jo Renshaw

Chief Clerk

Upon motion of Representative R. Smith, **HOUSE BILL NO. 2272** was placed back on second reading for the purpose of amendment.

AMENDMENT NO. 2 TO HOUSE BILL NO. 2272

Amend **HOUSE BILL NO. 2272** as engrossed, 3/13/01:

Page 2, delete lines 4 and 5 and substitute "upon any corporation with twenty-five (25) or less locations, excluding public utilities, by personal service on any director, officer or"

/s/ Roger Smith

The Amendment was read and adopted by more than 51 votes.

/s/ Ms. Jo Renshaw

Chief Clerk

Upon motion of Representative Files, **HOUSE BILL NO. 2405** was placed back on second reading for the purpose of amendment.

AMENDMENT NO. 2 TO HOUSE BILL NO. 2405

Amend **HOUSE BILL NO. 2405** as engrossed, H3/7/01:

Page 2, delete lines 9 through 11 and substitute the following:

"against bodily injury, disablement, or death by accident or accidental means, or the expense thereof, or against loss of income due to disablement, or expense resulting from sickness, and every insurance appertaining thereto."

AND

Page 3, line 14, delete "disability" and substitute "~~disability~~"

AND

Insert an additional section immediately following Section 65 to read as follows:

"SECTION 66. EMERGENCY CLAUSE. It is found and determined by the Eighty-third General Assembly that the term disability insurance is obsolete in the insurance industry and should be updated to the usage of accident and health insurance to conform with national industry standards. Therefore, an emergency is declared to exist and this act being immediately necessary for the preservation of the public peace, health and safety shall become effective on the date of its approval by the governor. If the bill is neither approved nor vetoed by the Governor, it shall become effective on the expiration of the period of time during which the Governor

may veto the bill. If the bill is vetoed by the Governor and the veto is overridden, it shall become effective on the date the last house overrides the veto."

/s/ Jake Files

The Amendment was read and adopted by more than 51 votes.

/s/ Ms. Jo Renshaw
Chief Clerk

Upon motion of Representative Glover, **HOUSE BILL NO. 2208** was placed back on second reading for the purpose of amendment.

AMENDMENT NO. 1 TO HOUSE BILL NO. 2208

Amend **HOUSE BILL NO. 2208** as originally introduced:

Delete Section 1 and substitute the following:

"SECTION 1. Arkansas Code 23-73-115 is amended to read as follows:

23-73-115. Management and exclusive agency contracts.

(a)(1) No farmers' mutual aid company or association shall make any contract whereby any person is granted or is to enjoy in fact the management of the company or association to the substantial exclusion of its board of directors or to have the controlling or preemptive right to produce substantially all insurance business for the company or association unless the contract is filed with and approved by the Insurance Commissioner.

(2) The contract shall be deemed approved unless disapproved by the commissioner within ~~twenty (20)~~ thirty (30) days after date of filing, subject to such reasonable extension of time as the commissioner may require by notice given within the ~~twenty (20)~~ thirty (30) days.

(3) Any disapproval shall be delivered to the company or association in writing, stating the grounds therefor.

(b) The commissioner shall disapprove any contract if he finds that it:

(1) Subjects the company or association to excessive charges; or

(2) Is to extend for an unreasonable length of time; or

(3) Does not contain fair and adequate standards of performance; or

(4) Grants the management of the association, to the substantial exclusion of its board of directors, to any person, corporation, partnership, joint venture, limited partnership or limited liability company; or

(5) Requires the association to guarantee the manager's obligation or

performance to anyone other than the association; or

(6) Allows the manager to assign its rights under the agreement to a third party without the consent of the board of directors and the commissioner; or

(4)(7) Contains other inequitable provisions which impair the proper interests of the company or association.

(c) The commissioner, in his discretion, may require submission of a contract for review at any time if he believes a review would be in the best interest of policyholders of the company or association.

(d) No association shall indemnify or insure its manager's obligations to any other person or entity, unless by operation of law. To the extent allowed by law, any indemnification by the association shall be limited to the extent of any insurance or reinsurance coverages applicable to the loss indemnified or insured.

(e) The association shall disclose to the commissioner the names of any member of its board of directors that is also an officer, stockholder, agent, partner, limited partner, limited liability company member, joint venturer, or employee of the manager.

(f) The acts of the manager may be examined as if it were the association.

(g) The commissioner may adopt reasonable rules and regulations for the implementation and administration of the provisions of this section."

/s/ Bobby Glover

The Amendment was read and adopted by more than 51 votes.

/s/ Ms. Jo Renshaw
Chief Clerk

Upon motion of Representative Carson, **HOUSE BILL NO. 2585** was placed back on second reading for the purpose of amendment.

AMENDMENT NO. 1 TO HOUSE BILL NO. 2585

Amend **HOUSE BILL NO. 2585** as originally introduced:

Page 1, line 30, add the following:

"15-5-1402. Purpose.

The Federal Railroad Administration, under Section 7203 of the Transportation Equity Act for the 21st Century, is authorized to make direct loans to small railroads to finance railroad rehabilitation and improvement projects. Under the Federal Railroad Administration regulations to implement the Railroad Rehabilitation and Improvements Financing program, any small railroads applying for federal loans are required to pay a credit risk premium for the privilege of receiving a loan under this program. The credit risk premium can be paid by the railroad or by an infrastructure partner of the project. The payment of the credit risk premium must be made before the loan moneys can be disbursed and are not part of the loan amount. With this in mind, the Arkansas General Assembly finds that the small railroads in Arkansas may not be able to raise the amount of money needed to pay the credit risk premium to participate in this program; that these small railroads are not then able to access badly needed capital financing for railroad improvements; and that therefore a state program is needed to assist these small railroads with funding of the credit risk premiums.

15-5-1403. Definitions.

As used in this subchapter, unless the context otherwise requires:

(1) "Authority" means the Arkansas Development Finance Authority;

(2) "Board" means the Board of Directors of the Arkansas Development Finance Authority;

(3) "Credit risk premium" means that portion of the total subsidy cost to the federal government of a direct loan or loan guarantee that is not covered by federal appropriations and which must be paid by a railroad or its non-federal infrastructure partner before that direct federal loan can be disbursed or loan guarantee can be issued by the Federal Railroad Administration under the Railroad Rehabilitation and Improvement Financing program.

(4) "Credit risk premium loan" means a direct loan by the Arkansas Development Finance Authority from the fund for the payment of the credit risk premium by the railroad or an infrastructure partner made in accordance with this subchapter;

(5) "Fund" means the fund created under this subchapter for the purpose of

making direct loans and grants by authority to railroads, the Arkansas Railroad Credit Risk Premium Revolving Loan Fund;

(6) "Infrastructure partner" means any state or local government, government sponsored authority or corporation, railroad, or group of two or more entities, at least one of which is a railroad, participating in a joint venture, who supplies or is the source of the credit risk premium which must be paid to the Federal Railroad Administration in lieu of, or in combination with, an appropriation in connection with federal financial assistance provided to the railroad for a railroad rehabilitation and improvement financing project;

(7) "Qualified borrower" means an applicant that has been approved for, and has received, a credit risk premium loan under this subchapter.

(8) "Railroad" means a rail carrier subject to Part A of Subtitle IV of Title 49, United States Code.

(9) "Railroad rehabilitation and improvement financing project" means the project for which proceeds of a Federal Railroad Administration loan are utilized which includes financial assistance solely to:

(A) Acquire, improve, or rehabilitate intermodal or rail freight or passenger equipment or facilities, including track, components of track, bridges, yards, buildings, and shops;

(B) Refinance outstanding debt incurred for purposes described in subdivision (9)(A) of this section; or

(C) Develop or establish new intermodal or railroad facilities;

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

15-5-1404. Duty of the authority.

(a) The Arkansas Development Finance Authority, in addition to all the duties and functions defined in the Arkansas Development Finance Authority Act, §§ 15-5-101 - 15-5-106, 15-5-201 - 15-5-211, 15-5-213, and 15-5-301 - 15-5-316, is empowered to approve or deny by majority vote of the Board of Directors of the Arkansas Development Finance Authority the applications for the loans to pay credit risk premiums for qualified borrowers.

(b) If funds are available, the authority may make grants to railroads which may not qualify for repayment of a credit risk premium loan.

15-5-1405. Loans - Conditions.

Loans for credit risk premiums may be made when:

(1) The Arkansas Development Finance Authority deems the making of a loan to be in the best interest of the economic development of the State of Arkansas;

(2) The railroad is found to be financially responsible and demonstrates that sufficient income may be reasonably expected to be available to pay the payments

on the loan and the normal operating expenses of the business; and

(3) The credit risk premium loan does not exceed ten (10) years in length of payback term.

15-5-1406. Evaluation of railroads.

(a) The Arkansas Development Finance Authority shall promulgate standards and regulations for the evaluation of the financial condition and business history of the railroads and may require the attachment to each application for a loan under this subchapter of a financial report and evaluation by an independent certified public accounting firm in addition to the examination and evaluation as the authority may make in determining whether the railroad meets prescribed minimum standards and qualifications before entering into any loan under this subchapter.

(b) The authority shall also be empowered to promulgate rules and regulations for the handling of disbursements from and payments to the Arkansas Railroad Credit Risk Premium Revolving Loan Fund and for the management and implementation of programs provided in this subchapter.

15-5-1407. Applications - Supporting documents.

Each railroad requesting a credit risk premium loan shall submit to the Arkansas Development Finance Authority an application, supporting documents, and instruments as may be required by the rules and regulations promulgated by the authority pursuant to this subchapter and approved by a majority vote of the Board of Directors of the Arkansas Development Finance Authority.

15-5-1408. Applications - Review - Confidentiality and public disclosure - Notice.

(a) All applications filed with the Arkansas Development Finance Authority under the provisions of this subchapter shall first be reviewed by the appropriate designated staff officials of the authority for preliminary review and recommendation prior to being submitted for consideration by the authority.

(b) All applications submitted to the authority and all supporting documents, instruments, proposed contracts, estimated costs, or other evidence submitted therewith shall be confidential and shall not be open to public review except as provided in this subchapter, and all staff meetings for the purpose of giving preliminary review of the applications shall be confidential and shall not be open to the public.

(c) Upon conclusion of the preliminary review, if the request is submitted to the authority with a recommendation that it be approved, the application and all supporting documents, including the findings and the recommendations resulting from the staff shall be an open public record available for inspection during all regular business hours.

(d) In the event that an application from a railroad is not recommended for approval by the authority hereunder, that application and all supporting documents, including all findings and recommendations by the staff, shall continue to be confidential and not open to public inspection.

(e) The railroad shall be notified in writing of any staff determination that the application is not being submitted to the authority with a recommendation that it be approved, which notice shall advise the railroad that the application will be kept confidential unless the railroad shall, within thirty (30) days from the date of receipt of the written notice, file a petition with the authority requesting that the authority hold a hearing in regard to the application, in which event the application and all supporting documents shall become public information available for public inspection.

15-5-1409. Disposition of funds.

(a) All revenues derived from the levying of the Arkansas Gross Receipts Tax, as amended, § 26-52-101 et seq., upon motor fuel used by railroad locomotives shall be remitted and reported to the Director of the Department of Finance and Administration in a manner and on forms as he shall direct.

(b) The tax proceeds shall be declared to constitute cash funds restricted in their use and dedicated to be used solely as authorized in § 15-5-1410.

(c) The cash funds as received by the Department of Finance and Administration shall not be deposited in or deemed to be a part of the State Treasury for purposes of Arkansas Constitution, Article 5, § 29; Arkansas Constitution, Article 16, § 12; Arkansas Constitution, Amendment 20; or any other constitutional or statutory provision. The department shall pay the cash funds to the Arkansas Development Finance Authority for depositing those amounts in the Arkansas Railroad Credit Risk Premium Revolving Loan Fund for the purposes authorized by § 15-5-1410.

(d) The authority shall administer the funds so deposited and shall use the funds for the purposes of loan assistance to railroads for credit risk premiums on railroad rehabilitation and improvement financing projects and for grants to railroads for payment of credit risk premiums if they do not qualify for repayment of a loan.

15-5-1410. Arkansas Railroad Credit Risk Premium Revolving Loan Fund.

(a) There is established a cash fund account of the Arkansas Development Finance Authority to be known as the "Arkansas Railroad Credit Risk Premium Revolving Loan Fund". This cash fund account is to be maintained in one (1) or more financial institutions of the state and shall be administered in accordance with this subchapter.

(b) The authority is authorized to accept moneys for the Arkansas Railroad Credit Risk Premium Revolving Loan Fund from any source, including, but not limited to, funds from the Department of Finance and Administration as provided in § 15-5-1409.

(c) The fund shall be a continuing fund, not subject to fiscal year limitations, and shall be used for loans for the payment of credit risk premiums for railroad rehabilitation and improvements in this state and as provided in subsection (d) of this section.

(d) Any interest at the end of the fiscal year which exceeds the amount necessary to cover loan defaults occurring during that fiscal year, shall be made available for nonrefundable grants to railroads for credit risk premiums in cases where private financing of the credit risk premium is unavailable and where a railroad may not qualify for repayment of a credit risk premium loan.

(e) This fund shall be administered by the Arkansas Development Finance Authority.

15-5-1411. Loan for credit risk premiums - Annual report.

(a) The Arkansas Development Finance Authority is authorized to develop and implement, with the technical assistance of the Arkansas State Highway and Transportation Department, necessary rules and regulations to receive, review, and approve applications for loan assistance for credit risk premiums on railroad rehabilitation and improvement projects in this state.

(b) The maximum loan amount approved by the authority shall be modified as necessary to ensure adequate loan assistance is available for credit risk premiums on railroad rehabilitation and improvement projects.

(c) For loans under this subchapter, the board will give priority consideration, but not necessarily in the following order, to projects that:

(1) Enhance public safety;

(2) Enhance the environment;

(3) Promote economic development;

(4) Enable United States companies to be more competitive in international markets;

(5) Are endorsed by the plans prepared under Section 135 of Title 23, United States Code, by the state or states in which they are located; or

(6) Preserve or enhance rail or intermodal service to small communities or rural areas.

(d) The authority shall report each October to the Legislative Council on the status of the Arkansas Railroad Credit Risk Premium Revolving Loan Fund.

15-5-1412. Criteria for grant approval.

The Arkansas Development Finance Authority is authorized to develop and implement criteria for grant approval of interest moneys to be used as authorized in § 15-5-1410(d)."

/s/ Jo Carson

The Amendment was read and adopted by more than 51 votes.

/s/ Ms. Jo Renshaw
Chief Clerk

Upon motion of Representative Holt, **HOUSE BILL NO. 1697** was placed back on second reading for the purpose of amendment.

AMENDMENT NO. 1 TO HOUSE BILL NO. 1697

Amend **HOUSE BILL NO. 1697** as originally introduced:

Page 1, delete lines 10 through 12 and substitute:

"ARKANSAS CONSTITUTION TO ESTABLISH A CUTOFF DATE FOR CHANGES OF ADDRESS FOR VOTER REGISTRATION BEFORE A GENERAL ELECTION IN CERTAIN COUNTIES; AND FOR OTHER"

AND

Page 1, delete lines 17 through 19 and substitute:

"CONSTITUTION TO ESTABLISH A CUTOFF DATE FOR CHANGES OF ADDRESS FOR VOTER REGISTRATION BEFORE A GENERAL ELECTION IN CERTAIN COUNTIES."

AND

Page 1, delete line 26 through 36 and Page 2, delete lines 1 through 6 and substitute the following:

"(b)(1) ~~If~~ Except as provided in subdivision (b)(2) of this section, if the change of legal residence is made pursuant to subsection (a) or subdivision (c)(1) of this section during the thirty-day administrative cut-off period immediately prior to any election scheduled within the county, the registered voter shall retain his right to vote in the scheduled election in the precinct to which he just moved.

(2)(A) If the change of legal residence is made during the thirty-day administrative cut-off period immediately prior to any general election scheduled within a county having a population of one hundred thousand (100,000) persons or more according to the latest federal decennial census, but after the last voter

registrar business day before the election, the registered voter shall retain his right to vote in the general election in the precinct to which the voter resided before the move.

(B) The permanent registrar in a county having a population of one hundred thousand (100,000) persons or more according to the latest federal decennial census who receives the change of legal residence information on the day of the general election shall retain the change information and then update and correct the voter's registration after the general election."

/s/ Jim Holt

The Amendment was read and adopted by more than 51 votes.

/s/ Ms. Jo Renshaw

Chief Clerk

Upon motion of Representative Cowling, **HOUSE BILL NO. 2427** was placed back on second reading for the purpose of amendment.

AMENDMENT NO. 1 TO HOUSE BILL NO. 2427

Amend **HOUSE BILL NO. 2427** as originally introduced:

Add Representatives Jacobs, D. Elliott, and Mack as cosponsors of the bill

AND

Page 4, line 11, delete "Five hundred dollars (\$500.00)" and substitute "Two hundred fifty dollars (\$250.00)"

AND

Page 4, line 12, delete "Two hundred fifty dollars (\$250.00)" and substitute "One hundred fifty dollars (\$150.00)"

AND

Page 4, line 30, delete "July 1" and substitute "January 31"

AND

Page 4, line 34, delete "July 1" and substitute "January 31"

AND

Page 8, line 20, delete "July 1" and substitute "January 31"

AND

Page 11, line 17, delete "July 1" and substitute "September 1"

AND

Page 11, line 18, delete "2002" and substitute "2001"

/s/ Ken Cowling

The Amendment was read and adopted by more than 51 votes.

/s/ Ms. Jo Renshaw

Chief Clerk

Upon motion of Representative Hunt, **HOUSE BILL NO. 2502** was placed back on second reading for the purpose of amendment.

AMENDMENT NO. 2 TO HOUSE BILL NO. 2502

Amend **HOUSE BILL NO. 2502** as engrossed, H3/15/01:

Add Representatives Schall, Bradford, and Napper as cosponsors of the bill

AND

Add Senator Baker as a cosponsor of the bill

AND

Page 6, line 22, delete "condition;" and substitute "condition; and"

AND

Page 6, line 24, delete "and"

AND

Page 6, delete lines 25 through 27 and substitute the following:

"(C) Formed as a reciprocal shall obtain the commissioner's approval of its coverages, deductibles, coverage limits, and rates;"

AND

Page 6, line 28, delete "(a)" and substitute "(i)"

AND

Page 6, line 33, delete "(b)" and substitute "(ii)"

/s/ Russ Hunt

The Amendment was read and adopted by more than 51 votes.

/s/ Ms. Jo Renshaw
Chief Clerk

Upon motion of Representative C. Johnson, **HOUSE BILL NO. 2561** was placed back on second reading for the purpose of amendment.

AMENDMENT NO. 1 TO HOUSE BILL NO. 2561

Amend **HOUSE BILL NO. 2561** as originally introduced:

Page 1, line 9, delete "21-5-411(c)" and substitute "21-5-411"

AND

Page 1, delete lines 24 through 34 and substitute the following:

"SECTION 1. Arkansas Code 21-5-411(a)(1), concerning eligibility of certain retired employees to continue coverage in the group health insurance program, is

amended to read as follows:

(a)(1) State employees who are members of:

(A) The Arkansas Public Employees' Retirement System, including the members of the legislative division and the contract personnel of the Arkansas National Guard;

(B) The Arkansas Teacher Retirement System;

(C) The Arkansas State Highway Employees' Retirement System; and

(D) An alternate retirement plan; and

~~(D)~~(E) The Arkansas Judicial Retirement System who are now retired and drawing benefits under the systems and members of those systems who hereafter retire and receive retirement benefits under the systems shall be eligible to continue coverage in the group health insurance program instituted pursuant to the provisions of this subchapter and other laws enacted to implement the program. At the time members of those systems elect to receive retirement benefits, thereby becoming "active retirees", an election shall also be made to continue coverage in the health benefit programs sponsored by the State and Public School Life and Health Insurance Board. To be eligible to continue coverage, the member must have been covered on the last day of the member's employment. Any election made to decline participation in the health benefit programs is final. Any subsequent termination of health benefits by the retiree is final."

SECTION 2. Arkansas Code 21-5-411(c), concerning eligibility of certain retired employees to continue coverage in the group health insurance program, is amended to read as follows:

"(c) Eligible employees of institutions of higher education, technical institutes, the Department of Higher Education, the Department of Workforce Education, and the Arkansas Rehabilitation Services who are retired with at least ~~ten (10)~~ five (5) years of creditable service after July 1, 1983, shall be allowed to participate in the group insurance program provided for in this subchapter but shall pay the full amount of the premium or cost of the policy issued to the retired participant. All eligible participants must make an option selection of coverage within thirty-one (31) days subsequent to the date of their notification of termination or retirement."

/s/ Calvin Johnson

The Amendment was read and adopted by more than 51 votes.

/s/ Ms. Jo Renshaw
Chief Clerk

Upon motion of Representative White, **HOUSE BILL NO. 2301** was placed back on second reading for the purpose of amendment.

AMENDMENT NO. 1 TO HOUSE BILL NO. 2301

Amend **HOUSE BILL NO. 2301** as originally introduced:

Page 1, delete lines 9 through 13 and substitute the following:

"AN ACT TO REQUIRE THAT THE DEPARTMENT OF EDUCATION DEVELOP A COMPREHENSIVE PLAN FOR CONSISTENCY AND RIGOR IN COURSE WORK OFFERED BY LOCAL SCHOOL DISTRICTS; AND FOR OTHER PURPOSES."

AND

Page 1, delete lines 16 through 21 and substitute the following"

"AN ACT TO REQUIRE THAT THE DEPARTMENT OF EDUCATION DEVELOP A COMPREHENSIVE PLAN FOR CONSISTENCY AND RIGOR IN COURSE WORK OFFERED BY LOCAL SCHOOL DISTRICTS."

AND

Delete everything following the enacting clause and substitute the following:

"SECTION 1.(a)(1) The State Board of Education shall develop a plan to be known as the "Comprehensive Plan for Consistency and Rigor in Course Work".

(b) The Comprehensive Plan for Consistency and Rigor in Course Work be designed to shall ensure that every child has the opportunity to learn rigorous and challenging course work by eliminating low level, general education tracts offered by districts.

(2) The Comprehensive Plan for Consistency and Rigor in Course Work may include standardizing student's transcripts

(3) High school course content standards and curriculum frameworks set forth in the Comprehensive Plan for Consistency and Rigor in Course Work shall include the information and skills necessary to enter the workforce and to succeed in the state's institutions of post-secondary education.

(c) All classes offered by local school districts shall be based on the curriculum frameworks developed by the Department of Education and shall be academically rigorous to insure that student shall be prepared to demonstrate proficient performance on the content standards within the curriculum frameworks developed by the Department of Education.

(d) The State Board of Education shall review the Comprehensive Plan for Consistency and Rigor in Course Work and revise as necessary no less than once every five (5) years.

(e) The superintendent of each school district shall provide to the Department of Education, by October 1, 2002 and each year following the adoption of a plan

under subsection (a) of this section, a written statement of assurance that the content of each class and subject area, regardless of levels, is aligned to content standards and curriculum frameworks developed by the State Board of Education in the Comprehensive Plan for Consistency and Rigor in Course Work.

(f) The Department of Education shall monitor, during the standards review visit, documentation related to the Comprehensive Plan for Consistency and Rigor in Course Work.

(g) If the Department of Education determines that any school district has failed to align the content of each class and subject area to content standards and curriculum frameworks developed by the Department of Education, the Department of Education shall cite this non-compliance on the Standards for Accreditation of Arkansas Public School annual report and shall file a noncompliance notation on the school's performance report under §6-15-1402 through .

(h) The State Board of Education is shall promulgate appropriate regulation necessary to carry out the requirements of this act."

/s/ Robert White

The Amendment was read and adopted by more than 51 votes.

/s/ Ms. Jo Renshaw

Chief Clerk

Upon motion of Representative Holt, **HOUSE BILL NO. 2548** was placed back on second reading for the purpose of amendment.

AMENDMENT NO. 1 TO HOUSE BILL NO. 2548

Amend **HOUSE BILL NO. 2548** as originally introduced:

Add Representatives Fite, Prater, Mack, Nichols, Adams, M. Smith, Bennett, Duggar, Green, Altes as cosponsors of the bill

AND

Add Senators Critcher, Hunter, and Baker as cosponsors of the bill

AND

Page 1, line 11, delete "KNOWINGLY"

AND

Page 1, line 12, delete "CONTAINS" and substitute "THAT THEY KNOW OR SHOULD HAVE KNOWN CONTAINS"

AND

Page 1, line 19, delete "KNOWINGLY"

AND

Page 1, line 20, delete "THAT CONTAINS" and substitute "THAT THEY KNOW OR SHOULD HAVE KNOWN CONTAINS"

AND

Page 1, delete Section 1 and substitute the following:

"SECTION 1. (a) No state agency, city, county, school district, or political subdivisions shall use any public funds to provide instruction or purchase books, documents or other written material which it knows or should have known contain descriptions, conclusions, or pictures designed to promote the false evidences setforth in subsection (d) of this section.

(b) State agencies, public school districts, museums, zoos, and all political subdivisions of the state shall only provide information that is as accurate as possible.

(c)(1) During classroom instruction conducted by state agencies, museums, zoos, public schools, and political subdivisions of the state, when any statement in instructional material is identified by the instructor to be a false evidence under subsection (d), the instructor shall instruct the class to make a marginal notation that the statement is a false evidence under this act.

(2) During classroom instruction conducted by state agencies, museums, zoos, public schools, and political subdivisions of the state, when any statement in instructional material is identified by the instructor to be a theory, the instructor shall instruct the class to make a marginal notation that the statement is a theory.

(3) Example of such theories include, but shall not be limited to:

(A) The theory of the age of the earth;

(B) The theory of the origin of life;

(C) The theory that homology in vertebrate limbs is evidence for common ancestry;

(D) The theory that the "geologic column" accurately represents different time periods on earth. The "geologic column" does not exist anywhere on the earth, except in textbooks; and

(E) The theory that fossils represents missing links between life forms. It can not be proven that any fossil had any offspring.

(F) Carbon, Radioisotope Dating;

(i) Shells from living snails were carbon dated as being 27,000 years old;

(ii) One part of the Vollosovitch Mammoth carbon dated

at 29,500 years and another part at 44,000 years; and

(G) Potassium Argon Dating. Basalt from Mount Kilauea Iki, Hawaii in 1959 gave a K-AR age of 8,500,000 years old.

(d) The General Assembly finds that:

(1) Science is a special way of knowing and understanding the physical world that uses the "scientific method " to conduct rigorous investigations into processes that are observable and repeatable;

(2) Science is a discipline that employs skeptical peer review and experiments attempting to falsify ongoing and prior scientific work to ensure the validity and integrity of results;

(3) Many ideas and evidences of prior scientific work once believed to be true have been proven false or even fraudulent in many cases, including, but not limited to the following:

(A)(i) Haeckel's Embryos;

(ii) Proven false in 1874 by Professor Wilhelm His, Sr. Ernst Haeckel was convicted of fraud for this in 1874. Human embryos never have gills – not even rudimentary ones;

(B)(i) The Miller – Urey Experiment;

(ii) Scientists have never proven that this test represents the atmosphere at any time on earth.

(C)(i) Archaeopteryx as a missing link;

(ii) An X-ray resonance spectrograph of the British Museum fossil showed that the material containing the feather impressions differed significantly from the rest of the fossil slab.

(D)(i) Peppered Moths;

(ii) The photographs used in current textbooks are fraudulent as the moths were discovered to be dead and glued in place.

(E)(i) Fossil Horses;

(ii) It is fraudulent to state that modern horses descended from fossil horses with four toes.

(F)(i) Heidelberg Man;

(ii) Built from a jaw bone that was conceded to be quite human;

(G)(i) Nebraska Man;

(ii) Scientifically built up from one tooth and later learned to be the tooth of an extinct pig;

(H)(i) Piltdown Man;

(ii) The jawbone actually belonged to a modern ape;

(I)(i) Peking Man;

(ii) Supposedly 500,000 years old. Ten humans were found with the "Peking Man" along with crushed monkey skulls and tools.

(J)(i) Neanderthal Man;

(ii) At the International Congress of Zoology (1958) Dr. A. J. E. Cave said his examination showed that the famous Neanderthal skeleton found in France over 50 years ago is that of an old man who suffered from arthritis;

(K)(i) Homo-erectus (originally "Java Man" and later Pithecanthropus erectus) was made from a few scraps of bone found in 1891.

(ii) The skull cap came from an ape and three teeth and thigh bone (50 feet away) came from a human. Two normal human skulls were also found, but purposely hidden for 30 years.

(L)(i) Cro-Magnon Man;

(ii) One of the earliest and best-established fossils is at least equal in physique and brain capacity to modern man;

(M)(i) "Lucy;"

(ii) Charles Oxnard studied 16 years and used computer multi-variant analysis and concluded "Lucy" is not intermediate

(N)(i) Vestigial Structures;

(ii) As science improves, our knowledge of the body has increased and functions of parts formerly thought to be useless are becoming known; and no proven vestigial structures exists.

(O)(i) Lobe-fined fish;

(ii) Lobe-fined fish are "index fossils" for rock 325-410 million years old. These fish are still alive today. "Coelacanth" was found in 1938 and still inhabits the Indian Ocean. It is obvious that it cannot be an "index fossil" for any age rock."

/s/ Jim Holt

The Amendment was read and adopted by more than 51 votes.

/s/ Ms. Jo Renshaw
Chief Clerk

The House gave Representative Wood unanimous leave to withdraw **HOUSE BILL NO. 2441**.

The House gave Representative Files unanimous leave to withdraw **HOUSE BILL NO. 1158**.

The House gave Representative Creekmore unanimous leave to withdraw **HOUSE BILL NO. 1114**.

The House gave Representative Agee unanimous leave to withdraw **HOUSE BILL NO. 2549**.

The House gave Representative Prater unanimous leave to withdraw **HOUSE BILL NO. 2342**.

ENGROSSED BILL REPORTS

SHANE BROADWAY, CHAIRMAN

March 19, 2001

The following bill(s) reported correctly engrossed:

HOUSE BILL NO. 1540 BY JOINT BUDGET COMMITTEE
 HOUSE BILL NO. 1697 – TITLE – REPRESENTATIVE HOLT
 HOUSE BILL NO. 1898 BY REPRESENTATIVE BRADFORD
 HOUSE BILL NO. 1976 BY JOINT BUDGET COMMITTEE
 HOUSE BILL NO. 2194 BY REPRESENTATIVE CHILDERS
 HOUSE BILL NO. 2208 BY REPRESENTATIVE GLOVER
 HOUSE BILL NO. 2272 BY REPRESENTATIVE R. SMITH
 HOUSE BILL NO. 2296 BY REPRESENTATIVE HAAK
 HOUSE BILL NO. 2301 – TITLE – REPRESENTATIVE WHITE
 HOUSE BILL NO. 2363 – TITLE – BY REPRESENTATIVE ROEBUCK
 HOUSE BILL NO. 2377 BY REPRESENTATIVE CLEVELAND
 HOUSE BILL NO. 2405 BY REPRESENTATIVE FILES
 HOUSE BILL NO. 2427 – TITLE – BY REPRESENTATIVE COWLING
 HOUSE BILL NO. 2429 BY REPRESENTATIVE RODGERS
 HOUSE BILL NO. 2455 – TITLE – REPRESENTATIVE BENNETT
 HOUSE BILL NO. 2456 BY REPRESENTATIVE McMELLON
 HOUSE BILL NO. 2462 – TITLE – BY REPRESENTATIVE GILLESPIE
 HOUSE BILL NO. 2475 – TITLE – BY REPRESENTATIVE NAPPER
 HOUSE BILL NO. 2502 – TITLE – BY REPRESENTATIVE HUNT

ENGROSSED BILL REPORTS, CONTINUED

HOUSE BILL NO. 2537 – TITLE – BY REPRESENTATIVE GILLESPIE

HOUSE BILL NO. 2548 – TITLE – BY REPRESENTATIVE HOLT

HOUSE BILL NO. 2555 BY REPRESENTATIVE W. WALKER

HOUSE BILL NO. 2561 – TITLE – BY REPRESENTATIVE C. JOHNSON

HOUSE BILL NO. 2585 BY REPRESENTATIVE CARSON

HOUSE BILL ENGROSSED AS TITLE AMENDED

HOUSE BILL NO. 1697

BY: REPRESENTATIVE HOLT

A BILL FOR AN ACT TO BE ENTITLED *AN ACT TO AMEND AMENDMENT 51, SECTION 10 OF THE ARKANSAS CONSTITUTION TO ESTABLISH A CUTOFF DATE FOR CHANGES OF ADDRESS FOR VOTER REGISTRATION BEFORE A GENERAL ELECTION IN CERTAIN COUNTIES; AND FOR OTHER PURPOSES.*

HOUSE BILL ENGROSSED AS TITLE AMENDED

HOUSE BILL NO. 2301

BY: REPRESENTATIVE WHITE

A BILL FOR AN ACT TO BE ENTITLED *AN ACT TO REQUIRE THAT THE DEPARTMENT OF EDUCATION DEVELOP A COMPREHENSIVE PLAN FOR CONSISTENCY AND RIGOR IN COURSE WORK OFFERED BY LOCAL SCHOOL DISTRICTS; AND FOR OTHER PURPOSES.*

HOUSE BILL ENGROSSED AS TITLE AMENDED

HOUSE BILL NO. 2363

BY: REPRESENTATIVE ROEBUCK

A BILL FOR AN ACT TO BE ENTITLED *AN ACT TO PROVIDE OPTIONAL COVERAGE FOR TREATMENT OF THE BONES AND JOINTS OF THE FACE, HEAD AND NECK IN THE SAME MANNER AS COVERAGE FOR TREATMENT OF OTHER BONES AND JOINTS OF THE HUMAN BODY; AND FOR OTHER PURPOSES.*

HOUSE BILL ENGROSSED AS TITLE AMENDED
HOUSE BILL NO. 2427

BY: REPRESENTATIVES COWLING, *JACOBS, D. ELLIOTT, MACK*

A BILL FOR AN ACT TO BE ENTITLED AN ACT TO LICENSE TITLE INSURANCE AGENTS; AND FOR OTHER PURPOSES.

HOUSE BILL ENGROSSED AS TITLE AMENDED
HOUSE BILL NO. 2455

BY: REPRESENTATIVES BENNETT, *GLOVER, MILLIGAN, M. SMITH*

BY: *SENATOR WEBB*

A BILL FOR AN ACT TO BE ENTITLED AN ACT TO AMEND ARKANSAS CODE 5-65-205 PERTAINING TO REFUSAL TO SUBMIT TO A CHEMICAL TEST; AND FOR OTHER PURPOSES.

HOUSE BILL ENGROSSED AS TITLE AMENDED
HOUSE BILL NO. 2462

BY: *REPRESENTATIVE GILLESPIE*

A BILL FOR AN ACT TO BE ENTITLED AN ACT TO INCLUDE PUMPED STORAGE HYDROELECTRIC OR HYDROELECTRIC POWER GENERATION FACILITIES IN THE ARKANSAS ENTERPRISE ZONE ACT OF 1993; AND FOR OTHER PURPOSES.

HOUSE BILL ENGROSSED AS TITLE AMENDED
HOUSE BILL NO. 2475

BY: *REPRESENTATIVES NAPPER, HUNT*

A BILL FOR AN ACT TO BE ENTITLED AN ACT TO ADOPT THE NATIONAL ASSOCIATION OF INSURANCE COMMISSIONERS INSURERS REHABILITATION AND LIQUIDATION MODEL ACT; AND FOR OTHER PURPOSES.

HOUSE BILL ENGROSSED AS TITLE AMENDED
HOUSE BILL NO. 2502

BY: REPRESENTATIVES HUNT, *SCHALL, BRADFORD, NAPPER*
BY: *SENATOR BAKER*

A BILL FOR AN ACT TO BE ENTITLED AN ACT TO PROVIDE FOR THE REGULATION AND OPERATION OF CAPTIVE INSURANCE COMPANIES; AND FOR OTHER PURPOSES.

HOUSE BILL ENGROSSED AS TITLE AMENDED
HOUSE BILL NO. 2537

BY: *REPRESENTATIVE GILLESPIE*

A BILL FOR AN ACT TO BE ENTITLED AN ACT TO PROVIDE A SALES AND USE TAX REFUND AND INCOME TAX CREDITS FOR QUALIFIED PUMPED STORAGE PROJECTS; TO PRESCRIBE THE CONDITIONS UNDER WHICH TAX CREDITS OR REFUNDS MIGHT BE EARNED; AND FOR OTHER PURPOSES.

HOUSE BILL ENGROSSED AS TITLE AMENDED
HOUSE BILL NO. 2548

BY: REPRESENTATIVES HOLT, *FITE, PRATER, MACK, NICHOLS, ADAMS, M. SMITH, BENNETT, DUGGAR, GREEN, ALTES*
BY: *SENATORS CRITCHER, HUNTER, BAKER*

A BILL FOR AN ACT TO BE ENTITLED AN ACT TO PROHIBIT STATE AGENCIES AND OTHER PUBLIC ENTITIES FROM USING TAX DOLLARS TO PURCHASE OR DISTRIBUTE MATERIAL THAT *THAT THEY KNOW OR SHOULD HAVE KNOWN CONTAINS*, OR PRESENTS AS FACTUAL, INFORMATION WHICH HAS BEEN PROVEN FALSE OR FRAUDULENT; AND FOR OTHER PURPOSES.

HOUSE BILL ENGROSSED AS TITLE AMENDED
HOUSE BILL NO. 2561

BY: REPRESENTATIVE C. JOHNSON

A BILL FOR AN ACT TO BE ENTITLED AN ACT TO AMEND ARKANSAS CODE 21-5-411 CONCERNING ELIGIBILITY OF CERTAIN RETIRED EMPLOYEES OF INSTITUTIONS OF HIGHER EDUCATION TO CONTINUE COVERAGE IN THE GROUP HEALTH INSURANCE PROGRAM; AND FOR OTHER PURPOSES.

HOUSE CONCURRENT RESOLUTION NO. 1046

BY: REPRESENTATIVE SALMON

PROVIDING FOR THE EXTENSION OF THE REGULAR SESSION OF THE EIGHTY-THIRD GENERAL ASSEMBLY UNTIL THE CLOSE OF BUSINESS ON FRIDAY, MARCH 30, 2001.

Was read the first time, rules suspended, read the second time and placed on the Calendar.

Upon motion of Representative Hunt, **HOUSE BILL NO. 2475** was placed back on second reading for the purpose of amendment.

AMENDMENT NO. 1 TO HOUSE BILL NO. 2475

Amend **HOUSE BILL NO. 2475** as originally introduced:

Page 1, delete line 5 and substitute

“By: Representatives Napper, Hunt”

AND

Delete everything after the Enacting Clause and substitute

“SECTION 1. Arkansas Code 23-68-101 is amended to read as follows:

23-68-101. ~~Uniform Insurers Liquidation Act.~~ Insurers Rehabilitation and Liquidation Act.

~~(1) Subdivisions (2)-(13) inclusive of § 23-68-102, together with §§ 23-68-101, 23-68-104, 23-68-105, 23-68-113, and 23-68-115 – 23-68-120, constitute and may be referred to as the "Uniform Insurers Liquidation Act".~~

(a) This act shall be cited as the “Insurers Rehabilitation and Liquidation Act”.

~~(2) The Uniform Insurers Liquidation Act shall be so interpreted and construed as to effectuate its general purpose to make uniform the law of those states that enact it. To the extent that its provisions when applicable conflict with other provisions of this chapter, the provisions of such act shall control.~~

(b) This act shall not be interpreted to limit the powers granted the commissioner by other provisions of law. This act shall be liberally construed to effect its purpose which is the protection of the interests of insureds, claimants, creditors and the public generally, with minimum interference with the normal prerogatives of the owners and managers of insurers, through:

(1) Early detection of any potentially dangerous condition in an insurer, and prompt application of appropriate measures;

(2) Improved methods for rehabilitating insurers, involving the cooperation and management expertise of the insurance industry;

(3) Enhanced efficiency and economy of liquidation, through clarification of the law, to minimize legal uncertainty and litigation;

(4) Equitable apportionment of any unavoidable loss;

(5) Lessening the problems of interstate rehabilitation and liquidation by facilitating cooperation between states in delinquency proceedings, and by extending the scope of personal jurisdiction over debtors of the insurer outside this state;

(6) Regulation of the business of insurance by the impact of the law relating to delinquency procedures and related substantive rules; and

(7) Providing for a comprehensive scheme for the rehabilitation and liquidation of insurance companies and those subject to the act as part of the regulation of the business of insurance in this state. Proceedings in cases of insurer insolvency and delinquency are deemed an integral aspect of the business of insurance and are of vital public interest and concern.

SECTION 2. Arkansas Code 23-68-102 is amended to read as follows:

23-68-102. Definitions. Persons covered.

For the purpose of this chapter:

(1) ~~"Impairment" or "insolvency". The capital of a stock insurer or the surplus of a mutual or reciprocal insurer shall be deemed to be impaired and the insurer shall be deemed to be insolvent when such insurer is not possessed of assets at least equal to all liabilities and required reserves together with its total issued and outstanding capital stock if a stock insurer, or the minimum surplus if a mutual or reciprocal insurer, required by this code to be maintained for the kind or kinds of insurance it is then authorized to transact.~~

(2) ~~"Insurer" means any person, firm, corporation, association, or aggregation of persons doing an insurance business and subject to the insurance supervisory authority of, or to liquidation, rehabilitation, reorganization or conservation by the commissioner or the equivalent insurance supervisory official of another state.~~

(3) ~~"Delinquency proceeding" means any proceeding commenced against an insurer pursuant to this chapter for the purpose of liquidating, rehabilitating, reorganizing, or conserving such insurer.~~

(4) ~~"State" means any state of the United States and also the District of Columbia and Puerto Rico.~~

(5) ~~"Foreign country" means territory not in any state.~~

(6) ~~"Domiciliary state" means the state in which an insurer is incorporated or organized, or in the case of an insurer incorporated or organized in a foreign country, the state in which such insurer, having become authorized to do business in such state, has, at the commencement of delinquency proceedings, the largest amount of its assets held in trust and assets held on deposit for the benefit of its policyholders or policyholders and creditors in the United States, and any such insurer is deemed to be domiciled in such state.~~

(7) ~~"Ancillary state" means any state other than a domiciliary state.~~

(8) ~~"Reciprocal state" means any state other than this state in which in substance and effect the provisions of the Uniform Insurers Liquidation Act, as defined in § 23-68-101, are in force, including the provisions requiring that the commissioner of insurance or equivalent insurance supervisory official be the receiver of a delinquent insurer.~~

~~(9) "General assets" means all property, real, personal, or otherwise, not specifically mortgaged, pledged, deposited, or otherwise encumbered for the security or benefit of specified persons or a limited class or classes of persons, and, as to such specifically encumbered property, the term includes all such property or its proceeds in excess of the amount necessary to discharge the sum or sums secured thereby. Assets held in trust and assets held on deposit for the security or benefit of all policyholders or all policyholders and creditors in the United States shall be deemed general assets.~~

~~(10) "Preferred claim," means any claim with respect to which the law of the state or of the United States accords priority of payments from the general assets of the insurer.~~

~~(11) "Special deposit claim" means any claim secured by a deposit made pursuant to statute for the security or benefit of a limited class or classes of persons, but not including any general assets.~~

~~(12) "Secured claim," means any claim secured by mortgage, trust deed, pledge, deposit as security, escrow, or otherwise, but not including special deposit claim or claims against general assets. The term also includes claims which more than four (4) months prior to the commencement of delinquency proceedings in the state of the insurer's domicile have become liens upon specific assets by reason of judicial process.~~

~~(13) "Receiver" means receiver, liquidator, rehabilitator, or conservator as the context may require.~~

~~(14) "Hazardous financially" means the existence of any condition or the omission or commission of any act which would, in the reasonable discretion of the commissioner, seriously affect the advisability of an insurer's continued operation in this state or, as a result of its financial condition or other matters, would render the insurer's continued operation in this state perilous to the general public or to the policyholders or creditors of the insurer. The commissioner is authorized to promulgate regulations to set forth standards by which he might make a determination that the continued operation of an insurer might be hazardous financially.~~

The provisions of this act shall be applied to:

(a) All insurers who are doing, or have done, an insurance business in this state, and against whom claims arising from that business may exist now or in the future, and to all persons subject to examination by the commissioner.

(b) All insurers who purport to do an insurance business in this state;

(c) All insurers who have insureds resident in this state;

(d) All persons organized or doing insurance business, or in the process of

organizing with the intent to do an insurance business in this state; and

(e) All other entities specifically regulated by this code and which, in the chapters and subchapters of the code which refer to these entities, there is reference to this act's applicability.

SECTION 3. Arkansas Code 23-68-103 is amended to read as follows:

23-68-103. ~~Delinquency proceedings generally.~~ Definitions.

~~(a) The Circuit Court of Pulaski County shall have original jurisdiction of delinquency proceedings under this chapter, and that court is authorized to make all necessary or proper orders to carry out the purposes of this chapter.~~

~~(b) The venue of delinquency proceedings against a domestic, foreign, or alien insurer shall be in the Circuit Court of Pulaski County.~~

~~(c) Delinquency proceedings pursuant to this chapter shall constitute the sole and exclusive method of liquidating, rehabilitating, reorganizing, or conserving an insurer, and no court shall entertain a petition for the commencement of such proceedings unless the petition has been filed in the name of the state on the relation of the Insurance Commissioner.~~

~~(d) An appeal shall lie to the Supreme Court from an order granting or refusing rehabilitation, liquidation, or conservation, and from every other order in delinquency proceedings having the character of a final order as to the particular portion of the proceedings embraced therein.~~

For the purposes of this act:

(a) An "affiliate" of, or person "affiliated" with, a specific person, means a person that directly or indirectly through one or more intermediaries, controls, or is controlled by, or is under common control with, the person specified.

(b) "Ancillary state" means any state other than a domiciliary state.

(c) "Commissioner" means the Insurance Commissioner of this state.

(d) "Control", including the terms "controlling", "controlled by" and "under common control with", means the possession, direct or indirect, of the power to direct or cause the direction of the management and policies of a person, whether through the ownership of voting securities, by contract other than a commercial contract for goods or non-management services, or otherwise, unless the power is the result of an official position with or corporate office held by the person. Control shall be presumed to exist if any person, directly or indirectly, owns, controls, holds with the power to vote, or holds proxies representing, ten percent (10%) or more of the voting securities of any other person. This presumption may be rebutted by a showing that control does not, in fact, exist.

(e) "Creditor" is a person having any claim, whether matured or unmatured, liquidated or unliquidated, secured or unsecured, absolute, fixed or contingent.

(f) "Delinquency proceeding" means any proceeding instituted against an insurer for the purpose of liquidating, rehabilitating or conserving such insurer, and any summary proceeding under § 23-68-110. "Formal delinquency proceeding" means any liquidation or rehabilitation proceeding.

(g) "Doing business", including "doing insurance business" and the "business of insurance", includes any of the following acts, whether effected by mail or otherwise:

(1) The issuance or delivery of contracts of insurance, either to persons resident, or covering a risk located in this state;

(2) The solicitation of applications for such contracts, or other negotiations preliminary to the execution of such contracts;

(3) The collection of premiums, membership fees, assessments or other consideration for such contracts;

(4) The transaction of matters subsequent to the execution of such contracts and arising out of them; or

(5) Operating under a license or certificate of authority, as an insurer, issued by the State Insurance Department.

(h) "Domiciliary state" means the state in which an insurer is incorporated or organized; or, in the case of an alien insurer, its state of entry.

(i) "Fair consideration" is given for property or obligation:

(1) When in exchange for the property or obligation, as a fair equivalent therefor, and in good faith, property is conveyed or services are rendered or an obligation is incurred or an antecedent debt is satisfied; or

(2) When the property or obligation is received in good faith to secure a present advance or antecedent debt in an amount not disproportionately small as compared to the value of the property or obligation obtained.

(j) "Foreign country" means any other jurisdiction not in any state.

(k) "General assets" includes all property, real, personal, or otherwise which is not:

(1) Specifically subject to a perfected security interest as defined in the Uniform Commercial Code;

(2) Specifically mortgaged or otherwise subject to a lien and recorded in accordance with applicable real property law;

(3) Specifically subject to a valid and existing express trust for the security or benefit of specified persons or classes of persons;

(4) Required by the insurance laws of this state or any other state to be held for the benefit of specified persons or classes of persons; or

(5) As to encumbered property, as described in this subsection,

“general assets” includes all property or its proceeds in excess of the amount necessary to discharge, in accordance with this act, the sum or sums secured thereby. Assets held on deposit pursuant to a state statute for the security or benefit of all policyholders or all policyholders and creditors, in more than a single state, shall be treated as general assets.

(l) “Guaranty association” means any mechanism mandated by state statute which is created for the payment of claims or continuation of policy obligations of financially impaired or insolvent insurers.

(m) “Insolvency” or “insolvent” means:

(1) For an insurer issuing only assessable property or casualty insurance policies:

(A) The inability to pay any obligation within thirty (30) days after it becomes payable; or

(B) If an assessment be made within thirty (30) days after such date the inability to pay the obligation thirty (30) days following the date specified in the first assessment notice issued after the date of loss.

(2) For any other insurer, that it is unable to pay its obligations when they are due, or when its admitted assets do not exceed its liabilities plus the greater of:

(A) Capital and surplus required by law for its organization and continued operation; or

(B) The total par or stated value of its authorized and issued capital stock.

(3) For purposes of this subsection “liabilities” shall include, but not be limited to, reserves required by statute or by insurance department general regulations or specific requirements imposed by the commissioner upon a subject company at the time of admission or subsequent thereto.

(n) “Insurer” means any person who has done, purports to do, is doing or is licensed to do an insurance business, and is or has been subject to the authority of, or to liquidation, rehabilitation, reorganization, supervision, or conservation by, any insurance commissioner. For purposes of this act, any other persons included under § 23-68-102 shall be deemed to be insurers.

(o) “Netting agreement” means a contract or agreement (including terms and conditions incorporated by reference therein), including a master agreement, which master agreement, together with all schedules, confirmations, definitions and addenda thereto and transactions under any thereof, shall be treated as one netting agreement, that documents one or more transactions between the parties to the agreement for or involving one or more qualified financial contracts, and that

provides for the netting or liquidation of qualified financial contracts or present or future payment obligations, or payment entitlements thereunder (including liquidation or close-out values relating to such obligations or entitlements) among the parties to the netting agreement.

(p) "Preferred claim," means any claim with respect to which the terms of this act accord priority of payment from the general assets of the insurer.

(g) "Qualified financial contract" means a commodity contract, forward contract, repurchase agreement, securities contract, swap agreement and any similar agreement that the commissioner determines by regulation, resolution or order to be a qualified financial contract for the purposes of this act.

(1) "Commodity contract" means:

(A) A contract for the purchase or sale of a commodity for future delivery on, or subject to the rules of, a board of trade designated as a contract market by the Commodity Futures Trading Commission under the Commodity Exchange Act (7 U.S.C. § 1, et seq.) or board of trade outside the United States;

(B) An agreement that is subject to regulation under Section 19 of the Commodity Exchange Act (7 U.S.C. § 1, et seq.) and that is commonly known to the commodities trade as a margin account, margin contract, leverage account or leverage contract; or

(C) An agreement or transaction that is subject to regulation under Section 4c(b) of the Commodity Exchange Act (7 U.S.C. § 1, et seq.) and that is commonly known to the commodities trade as a commodity option.

(2) "Forward contract" means a contract (other than a commodity contract) for the purchase, sale or transfer of a commodity, as defined in Section 1 of the Commodity Exchange Act (7 U.S.C. § 1, et seq.), or any similar good, article, service, right or interest that is presently or in the future becomes the subject of dealing in the forward contract trade, or product or byproduct thereof, with a maturity date more than two (2) days after the date the contract is entered into, including, but not limited to, a repurchase transaction, reverse repurchase transaction, consignment, lease, swap, hedge transaction, deposit, loan, option, allocated transaction, unallocated transaction or a combination of these or option on any of them.

(3) "Repurchase agreement" (which also applies to a reverse repurchase agreement) means an agreement, including related terms, that provides for the transfer of certificates of deposit, eligible bankers' acceptances, or securities that are direct obligations of, or that are fully guaranteed as to principal and interest by, the United States or an agency of the United States against the transfer of funds

by the transferee of the certificates of deposit, eligible bankers' acceptances or securities with a simultaneous agreement by the transferee to transfer to the transferor certificates of deposit, eligible bankers' acceptances or securities as described above, at a date certain not later than one (1) year after the transfers or on demand, against the transfer of funds. For the purposes of this definition, the items that may be subject to an agreement include mortgage-related securities, a mortgage loan, and an interest in a mortgage loan, and shall not include any participation in a commercial mortgage loan, unless the commissioner determines by regulation, resolution or order to include the participation within the meaning of the term.

(4) "Securities contract" means a contract for the purchase, sale or loan of a security, including an option for the repurchase or sale of a security, certificate of deposit, or group or index of securities, including an interest therein or based on the value thereof, or an option entered into on a national securities exchange relating to foreign currencies, or the guarantee of a settlement of cash or securities by or to a securities clearing agency. For the purposes of this definition, the term "security" includes a mortgage loan, mortgage-related securities, and an interest in any mortgage loan or mortgage-related security.

(5) "Swap agreement" means an agreement, including the terms and conditions incorporated by reference in an agreement, that is a rate swap agreement, basis swap, commodity swap, forward rate agreement, interest rate future, interest rate option, forward foreign exchange agreement, spot foreign exchange agreement, rate cap agreement, rate floor agreement, rate collar agreement, currency swap agreement, cross-currency rate swap agreement, currency future, or currency option or any other similar agreement, and includes any combination of agreements and an option to enter into an agreement.

(r) "Receiver" means receiver, liquidator, rehabilitator or conservator, as the context requires.

(s) "Reciprocal state" means any state other than this state in which in substance and effect §§ 23-68-105, 23-68-117, 23-68-120, 23-68-156, 23-68-157, 23-68-158 and 23-68-160 through 23-68-162 are in force, and in which provisions are in force requiring that the commissioner or equivalent official be the receiver of a delinquent insurer, and in which some provision exists for the avoidance of fraudulent conveyances and preferential transfers.

(t) "Secured claim," means any claim secured by an asset that is not a general asset, but not including special deposit claims. The term also includes claims, which have become liens upon specific assets by reason of judicial process more than four (4) months before the commencement of delinquency proceedings.

A secured claim shall not include any claim arising from a constructive or resulting trust.

(u) "Special deposit claim" means any claim secured by a deposit made pursuant to a state statute for the security or benefit of a limited class or classes of persons, but not including any claim secured by general assets.

(v) "State" means any state, district, or territory of the United States.

(w) "Transfer" shall include the sale and every other and different mode, direct or indirect, of disposing of or of parting with property or with an interest therein, or with the possession thereof or of fixing a lien upon property or upon an interest therein, absolutely or conditionally, voluntarily, by or without judicial proceedings. The retention of a security title to property delivered to a debtor shall be deemed a transfer suffered by the debtor.

SECTION 4. Arkansas Code 23-68-104 is amended to read as follows:

23-68-104. Commencement of delinquency proceedings. Jurisdiction and venue.

~~The commissioner shall commence any such proceedings by application to the court for an order directing the insurer to show cause why the commissioner should not have the relief prayed for. On the return of such order to show cause, and after a full hearing, the court shall either deny the application or grant the application, together with such other relief as the nature of the case and the interests of the policyholders, creditors, stockholders, members, subscribers, or the public may require.~~

(a) No delinquency proceeding shall be commenced under this act by anyone other than the commissioner of this state and no court shall have jurisdiction to entertain, hear or determine any proceeding commenced by any other person.

(b) No court of this state shall have jurisdiction to entertain, hear or determine any complaint praying for the dissolution, liquidation, rehabilitation, sequestration, conservation or receivership of any insurer; or praying for an injunction or restraining order or other relief preliminary to, incidental to or relating to such proceedings other than in accordance with this chapter.

(c) In addition to other grounds for jurisdiction provided by the law of this state, a court of this state having jurisdiction of the subject matter has jurisdiction over a person served pursuant to Rule 4, Arkansas Rules of Civil Procedure, or other applicable provisions of law in an action brought by the receiver of a domestic insurer or an alien insurer domiciled in this state:

(1) If the person served is or has been an agent, broker or other person who has at any time written policies of insurance for or has acted in any manner whatsoever on behalf of an insurer against which a delinquency proceeding

has been instituted, in any action resulting from or incident to such a relationship with the insurer; or

(2) If the person served is or has been an insurer or reinsurer who has at any time entered into a contract of reinsurance with an insurer against which a delinquency proceeding has been instituted, or is an agent or broker of or for the reinsurer, in any action on or incident to the reinsurance contract; or

(3) If the person served is or has been an officer, director, manager, trustee, organizer, promoter or other person in a position of comparable authority or influence over an insurer against which a delinquency proceeding has been instituted, in any action resulting from or incident to such a relationship with the insurer; or

(4) If the person served is or was at the time of the institution of the delinquency proceeding against the insurer holding assets in which the receiver claims an interest on behalf of the insurer, in any action concerning the assets; or

(5) If the person served is obligated to the insurer in any way whatsoever, in any action on or incident to the obligation.

(d) If the court on motion of any party finds that any action should as a matter of substantial justice be tried in a forum outside this state, the court may enter an appropriate order to stay further proceedings on the action in this state.

(e) Service shall be made upon the person named in the petition in accordance with Rule 4, Arkansas Rules of Civil Procedure. In lieu of such service, upon application to the court, service may be made in such a manner as the court directs whenever it is satisfactorily shown by affidavit:

(1) In the case of a corporation, that the officers of the corporation cannot be served because they have departed from the state or otherwise concealed themselves with intent to avoid service; or

(2) In the case of a Lloyd's association or interinsurance exchange, that the individual attorney in fact or the officers of the corporate attorney in fact cannot be served because of their departure or concealment; or

(3) In the case of a natural person, that the person cannot be served because of the person's departure or concealment.

(f) The Circuit Court of Pulaski County, Arkansas shall have original jurisdiction of all actions herein authorized. The venue of such actions against a domestic, foreign or alien insurer shall be in the Circuit Court of Pulaski County, Arkansas.

SECTION 5. Arkansas Code 23-68-105 is amended to read as follows:

23-68-105. ~~Injunctions — Commissioner as party to suits.~~ Injunctions and orders.

~~(1) Upon application by the commissioner for such an order to show cause, or at any time thereafter, the court may without notice issue an injunction restraining the insurer, its officers, directors, stockholders, members, subscribers, agents, and all other persons from the transaction of its business or the waste or disposition of its property until the further order of the court.~~

~~(2) The court may at any time during a proceeding under this chapter issue such other injunctions or orders as may be deemed necessary to prevent interference with the commissioner or the proceeding, or waste of the assets of the insurer, or the commencement or prosecution of any actions, or the obtaining of preferences, judgments, attachments or other liens, or the making of any levy against the insurer or against its assets or any part thereof.~~

~~(3) Notwithstanding any other provision of law, no bond shall be required of the commissioner as a prerequisite for the issuance of any injunction or restraining order pursuant to this section.~~

~~(4) No judgment or order rendered by any court of this state in any action pending by or against the delinquent insurer after the commencement of delinquency proceedings shall be binding upon the commissioner unless the commissioner shall have been made a party to such suit.~~

~~(5) The commissioner shall not be required to plead any suit in which he may be a proper party plaintiff or defendant in any of the courts of this state until ninety (90) days after the date of his appointment as receiver.~~

(a) The conservation, rehabilitation and liquidation of insurance companies and other persons subject to the provisions of this act are a matter of vital public interest affecting the relationships between insureds and their insurers. The efficient administration of such activities requires that a single court have jurisdiction over these persons, their assets, and all claims against these persons. The domiciliary court acquiring jurisdiction over persons subject to the provisions of this act may exercise its jurisdiction to the exclusion of all other courts, except as limited by the provisions of this act. Upon the issuance of an order under §§ 23-68-110, 23-68-111, 23-68-117 or 23-68-120 of this act, the court shall have exclusive jurisdiction with respect to assets or any claims against these persons.

Except as otherwise provided in this section, the court may issue orders which bar the institution or prosecution of any actions,

counterclaims, cross-complaints, proceedings, arbitration proceedings, writs or other dispute resolution proceedings.

(1) An application or petition under §§ 23-68-110, 23-68-111, 23-68-117 or 23-68-120 of this act operates as a matter of law as an automatic stay applicable to all persons and entities, other than the receiver, which shall be permanent and survive the entry of an order of conservation, rehabilitation or liquidation, and which shall prohibit:

(A) The transaction of further business;

(B) The transfer of property;

(C) Interference with the receiver or with a proceeding under this act;

(D) Waste of the insurer's assets;

(E) Dissipation and transfer of bank accounts;

(F) The institution or further prosecution of any actions or proceedings in which the insurer is a party;

(G) The obtaining of preferences, judgments, attachments, garnishments or liens against the insurer, its assets or its policyholders;

(H) The levying of execution against the insurer, its assets or its policyholders;

(I) The making of any sale or deed for nonpayment of taxes or assessments that would lessen the value of the assets of the insurer;

(J) The withholding from the receiver of books, accounts, documents, or other records relating to the business of the insurer; or

(K) Any other threatened or contemplated action that might lessen the value of the insurer's assets or prejudice the rights of policyholders, creditors or shareholders, or the administration of any proceeding under this act.

(2) Notwithstanding any other provision of law, no bond shall be required of the commissioner as a prerequisite for the issuance of any injunction or restraining order pursuant to this section.

(3) Upon motion of a person or entity subject to the stay, the court, after notice to the receiver and a hearing, may modify or grant relief from the stay, provided the movant, who shall have the burden of proof, establishes by clear and convincing evidence that such relief should be granted.

(4) All matters that may be stayed, enjoined or barred under this section and all matters involving its interpretation or operation shall remain within the exclusive jurisdiction of the domiciliary receivership court.

(b) Any court in this state in which any action or proceeding in which the insurer is obligated to defend a party is pending, when a rehabilitation

order against the insurer is entered, shall stay the action or proceeding for ninety (90) days and such additional time as is necessary for the rehabilitator to obtain proper representation and prepare for further proceedings. The rehabilitator shall take such action respecting the pending litigation as the rehabilitator deems necessary in the interests of justice and for the protection of creditors, policyholders and the public. The rehabilitator may petition the court having jurisdiction over the litigation for a stay whenever necessary to protect the estate of the insurer.

(c)(1) An order appointing a liquidator of a domestic insurer or of an alien insurer doing business in this state stays all actions and proceedings at law or equity or in arbitration brought against the insurer or liquidator, whether in this state or elsewhere. Any existing actions and proceedings may not be enforced, perfected, maintained or further presented after issuance of such order. The stay of all actions is automatic and the liquidator may not intervene or defend, except as provided in this section. The stay does not affect an action brought against former policyholders or other creditors of the estate, except to the extent that the insurer is named as a separate defendant in the action or proceeding.

(2) The courts of this state shall give full faith and credit to any stay of all new actions against the liquidator or the company or the continuation of existing actions against the liquidator or the company, when such injunctions are pursuant to an order to liquidate an insurer issued in accordance with corresponding provisions in other states.

(3) Whenever, in the liquidator's judgment, protection of the estate of the insurer necessitates intervention in an action pending against the insurer, the liquidator may intervene in the action. The liquidator will apply to the court for leave to intervene or defend, or for ratification by the court of intervention, and if the application is granted, the action is not stayed. The liquidator may defend any action in which he or she intervenes under this section at the expense of the estate of the insurer.

(d) The rehabilitator or liquidator may institute any action or proceeding on behalf of the estate of the insurer while any statute of limitation is tolled pursuant to this section.

(1) Unless an applicable limitation period has expired before a successful petition for rehabilitation or liquidation was filed, any applicable statute of limitation is tolled for two (2) years. Tolling any applicable statute of limitation shall begin with the entry of an order of rehabilitation or liquidation. This shall be in addition to any other applicable tolling or such other longer time as applicable law may permit.

(2) For actions not covered by subdivision (1), where any expired time

period is fixed, by any agreement or in any proceeding, for doing any act for the benefit of the estate, the rehabilitator or liquidator shall have one hundred eighty (180) days or such longer period as the court may allow for good cause shown, from the entry of the order of rehabilitation or liquidation to perform the act.

(e) No statute of limitations shall run or defense of laches apply with respect to any action by or against an insurer between the filing of a petition for rehabilitation or liquidation against an insurer and the order granting or denying that petition. Any action against the insurer that might have been commenced when the petition was filed may be commenced for at least sixty (60) days after an order of rehabilitation or liquidation is entered or the petition is denied.

(f) Any guaranty association or its designated representative shall have standing to appear in any court proceeding concerning the rehabilitation or liquidation of an insurer if the association is or may become liable to act as a result of the rehabilitation or liquidation.

SECTION 6. Arkansas Code 23-68-106 is amended to read as follows:

23-68-106. ~~Grounds for rehabilitation – Domestic insurers.~~ Cooperation of officers, owners and employees.

~~The commissioner may apply to the court for an order appointing him in his official capacity and his successors in office as receiver of and directing him to rehabilitate a domestic insurer upon one (1) or more of the following grounds:~~

- ~~(1) The insurer is impaired or insolvent;~~
- ~~(2) The insurer has refused to submit any of its books, records, accounts, or affairs to reasonable examination by the commissioner;~~
- ~~(3) The insurer has concealed or removed records or assets or otherwise violated § 23-69-134;~~
- ~~(4) The insurer has failed to comply with an order of the commissioner to make good an impairment of capital or surplus or both;~~
- ~~(5) The insurer has transferred or attempted to transfer substantially its entire property or business, or has entered into any transaction the effect of which is to merge substantially its entire property or business into that of any other insurer without having first obtained the written approval of the commissioner;~~
- ~~(6) The insurer has willfully violated its charter or articles of incorporation or any law of this state;~~
- ~~(7) The insurer has an officer, director, or manager who has refused to be examined under oath concerning its affairs;~~
- ~~(8) The insurer has been or is the subject of an application for the~~

~~appointment of a receiver, trustee, custodian, or sequestrator of the insurer or its property otherwise than pursuant to the provisions of this code, but only if the appointment has been made or is imminent and its effect is or would be to oust the courts of this state of jurisdiction hereunder;~~

~~(9) The insurer has consented to an order through a majority of its directors, stockholders, members, or subscribers;~~

~~(10) The insurer has failed to pay a final judgment rendered against it in this state upon any insurance contract issued or assumed by it, within thirty (30) days after the judgment became final, or within thirty (30) days after the time for taking an appeal has expired, or within thirty (30) days after dismissal of an appeal before final termination, whichever date is the later;~~

~~(11) The insurer is in such condition that the further transaction of business would be hazardous financially to its policyholders, creditors, or the public;~~

~~(12) There is a reasonable cause to believe that there has been embezzlement from the insurer, wrongful sequestration or diversion of the insurer's assets, forgery or fraud affecting the insurer, or other illegal conduct in, by, or with respect to, the insurer that if established would endanger assets in an amount threatening the solvency of the insurer;~~

~~(13) The insurer has failed to remove any person who in fact has executive authority in the insurer, whether an officer, manager, general agent, employee, or other person if the person has been found after notice and hearing by the commissioner to be dishonest or untrustworthy in a way affecting the insurer's business;~~

~~(14) Control of the insurer, whether by stock ownership or otherwise, and whether direct or indirect, is in a person or persons found after notice and hearing to be untrustworthy; or~~

~~(15) The insurer has failed to file its annual statement or other financial report required by law within the time allowed by law and, after written demand by the commissioner, has failed to give an adequate explanation immediately.~~

(a) Any present or former officer, manager, director, trustee, owner, employee or agent of any insurer, or any other persons with authority over or in charge of any segment of the insurer's affairs, shall cooperate with the commissioner in any proceeding under this act or any investigation preliminary to the proceeding. The term "person" as used in this section, shall include any person who exercises control directly or indirectly over activities of the insurer through any holding company or other affiliate of the insurer. "To cooperate" shall include, but shall not be limited to, the following:

(1) To reply promptly in writing to any inquiry from the commissioner requesting such a reply; and

(2) To make available to the commissioner any books, accounts, documents, or other records or information or property of or pertaining to the insurer and in his possession, custody or control.

(b) No person shall obstruct or interfere with the commissioner in the conduct of any delinquency proceeding or any preliminary or incidental investigation.

(c) This section shall not be construed to abridge otherwise existing legal rights, including the right to resist a petition for liquidation or other delinquency proceedings, or other orders.

(d) Any person included within subsection (a) who fails to cooperate with the commissioner, or any person who obstructs or interferes with the commissioner in the conduct of any delinquency proceeding or any preliminary or incidental investigation, or who violates any order the commissioner issued validly under this act may:

(1) Be sentenced to pay a fine not exceeding ten thousand dollars (\$10,000) or to undergo imprisonment for a term of not more than one year, or both;
or

(2) After a hearing, be subject to the imposition by the commissioner of a civil penalty not to exceed ten thousand dollars (\$10,000) and shall be subject further to the revocation or suspension of any insurance licenses issued by the commissioner.

SECTION 7. Arkansas Code 23-68-107 is amended to read as follows:

23-68-107. ~~Grounds for liquidation.~~ Continuation of delinquency proceedings.

~~The commissioner may apply to the court for an order appointing him as receiver, if his appointment as receiver shall not be then in effect, and directing him to liquidate the business of a domestic insurer or of the United States branch of an alien insurer having trustee assets in this state, regardless of whether or not there has been a prior order directing him to rehabilitate such insurer, upon any of the grounds specified in § 23-68-106, or if the insurer:~~

~~(1) Has ceased transacting business for a period of one (1) year; or~~

~~(2) Is an insolvent insurer and has commenced voluntary liquidation or dissolution or attempts to commence or prosecute any action or proceeding to liquidate its business or affairs or to dissolve its corporate charter or to procure the appointment of a receiver, trustee, custodian, or sequestrator under any law except this code.~~

Every proceeding commenced under the laws in effect before the enactment

of this act shall be deemed to have commenced under this act for the purpose of conducting the proceeding henceforth, except that in the discretion of the commissioner the proceeding may be continued, in whole or in part, as it would have been continued had this act not been enacted.

SECTION 8. Arkansas Code 23-68-108 is amended to read as follows:

~~23-68-108. Grounds for conservation—Domestic, foreign and alien insurers. Condition on release from delinquency proceedings.~~

~~(a) The Insurance Commissioner may apply to the court for an order appointing him as receiver and directing him to conserve the assets of a domestic insurer upon any of the grounds specified in § 23-68-106 or § 23-68-107.~~

~~(b) The commissioner may apply to the court for an order appointing him as receiver or ancillary receiver and directing him to conserve the assets within this state of a foreign insurer upon any of the following grounds:~~

~~(1) Upon any of the grounds specified in § 23-68-106 or § 23-68-107;~~

~~or~~

~~(2) Upon the ground that its property has been sequestered in its domiciliary sovereignty or in any other sovereignty.~~

~~(c) The commissioner may apply to the court for an order appointing him as receiver or ancillary receiver and directing him to conserve the assets within this state of any alien insurer upon any of the following grounds:~~

~~(1) Upon any of the grounds specified in § 23-68-106 or § 23-68-107;~~

~~(2) Upon the ground that the insurer has failed to comply within the time designated by the commissioner with an order made by him to make good an impairment of its trusteed funds; or~~

~~(3) Upon the ground that the property of the insurer has been sequestered in its domiciliary sovereignty or elsewhere.~~

No insurer that is subject to any formal delinquency proceedings, shall:

(a) Be permitted to solicit or accept new business or request or accept the restoration of any suspended or revoked license or certificate of authority;

(b) Be returned to the control of its shareholders or private management; or

(c) Have any of its assets returned to the control of its shareholders or private management until all payments of or on account of the insurer's contractual obligations by all guaranty associations, along with all expenses thereof and interest on all such payments and expenses, shall have been repaid to the guaranty associations or a plan of repayment by the insurer shall have been approved by the guaranty association.

SECTION 9. Arkansas Code 23-68-109 is amended to read as follows:

23-68-109. Grounds for ancillary liquidation—Foreign insurers: Immunity and indemnification of the receiver and employees.

~~The commissioner may apply to the court for an order appointing him as ancillary receiver of and directing him to liquidate the business of a foreign insurer having assets, business, or claims in this state upon the appointment in the domiciliary state of the insurer of a receiver, liquidator, conservator, rehabilitator, or other officer by whatever name called for the purpose of liquidating the business of the insurer.~~

(a) For the purposes of this section, the persons entitled to protection under this section are:

(1) All receivers responsible for the conduct of a delinquency proceeding under this act including present and former receivers; and

(2) Their employees, meaning all present and former special deputies and assistant special deputies appointed by the commissioner and all persons whom the commissioner, special deputies, or assistant special deputies have employed to assist in a delinquency proceeding under this act. Attorneys, accountants, auditors and other professional persons or firms, who are retained by the receiver as independent contractors and their employees, shall not be considered employees of the receiver for purposes of this section.

(b) The receiver and his employees shall have official immunity and shall be immune from suit and liability, both personally and in their official capacities, for any claim for damage to or loss of property or personal injury or other civil liability caused by or resulting from any alleged act, error or omission of the receiver or any employee arising out of or by reason of their duties or employment; provided that nothing in this provision shall be construed to hold the receiver or any employee immune from suit and/or liability for any damage, loss, injury or liability caused by the intentional or willful and wanton misconduct of the receiver or any employee.

(c) If any legal action is commenced against the receiver or any employee, whether against him personally or in his official capacity, alleging property damage, property loss, personal injury or other civil liability caused by, or resulting from any alleged act, error or omission of the receiver or any employee arising out of, or by reason of their duties or employment, the receiver and any employee shall be indemnified from the assets of the insurer for all expenses, attorneys' fees, judgments, settlements, decrees or amounts due and owing or paid in satisfaction of, or incurred in the defense of such legal action unless it is determined upon a final adjudication on the merits that the alleged act, error or omission of the receiver or employee giving rise to the claim did not arise out of, or by reason of his duties or

employment, or was caused by intentional or willful and wanton misconduct.

(1) Attorneys' fees and any and all related expenses incurred in defending a legal action for which immunity or indemnity is available under this section shall be paid from the assets of the insurer, as they are incurred, in advance of the final disposition of such action upon receipt of an undertaking by or on behalf of the receiver or employee to repay the attorneys' fees and expenses if it shall ultimately be determined upon a final adjudication on the merits that the receiver or employee is not entitled to immunity or indemnity under this section.

(2) Any indemnification for expense payments, judgments, settlements, decrees, attorneys' fees, surety bond premiums or other amounts paid or to be paid from the insurer's assets pursuant to this section shall be an administrative expense of the insurer.

(3) In the event of any actual or threatened litigation against a receiver or any employee for which immunity or indemnity may be available under this section, a reasonable amount of funds, which in the judgment of the commissioner may be needed to provide immunity or indemnity, shall be segregated and reserved from the assets of the insurer as security for the payment of indemnity until such time as all applicable statutes of limitation shall have run, and all actual or threatened actions against the receiver or any employee have been completely and finally resolved, and all obligations of the insurer and the commissioner under this section shall have been satisfied.

(4) In lieu of segregation and reserving of funds, the commissioner may, in his discretion, obtain a surety bond or make other arrangements, which will enable the commissioner to fully secure the payment of all obligations under this section.

(d) If any legal action against an employee for which indemnity may be available under this section is settled prior to final adjudication on the merits, the insurer must pay the settlement amount on behalf of the employee, or indemnify the employee for the settlement amount, unless the commissioner determines:

(1) That the claim did not arise out of or by reason of the employee's duties or employment; or

(2) That the claim was caused by the intentional or willful and wanton misconduct of the employee.

(e) In any legal action in which the receiver is a defendant, that portion of any settlement relating to the alleged act, error or omission of the receiver shall be subject to the approval of the court before which the delinquency proceeding is pending. The court shall not approve that portion of the settlement if it determines:

(1) That the claim did not arise out of or by reason of the receiver's

duties or employment; or

(2) That the claim was caused by the intentional or willful and wanton misconduct of the receiver.

(f) Nothing contained or implied in this section shall operate, or be construed or applied to deprive the receiver or any employee of any immunity, indemnity, benefits of law, rights or any defense otherwise available.

(g)(1) Subsection (b) of this section shall apply to any suit based in whole or in part on any alleged act, error or omission which takes place on or after the effective date of this act.

(2) No legal action shall lie against the receiver or any employee based in whole or in part on any alleged act, error or omission which took place prior to the effective date of this act, unless suit is filed and valid service of process is obtained within twelve (12) months after the effective date of this act.

(3) Subsections (c), (d), and (e) of this section shall apply to any suit which is pending on, or filed after the effective date of this act without regard to when the alleged act, error or omission took place.

SECTION 10. Arkansas Code 23-68-110 is amended to read as follows:

23-68-110. ~~Order of rehabilitation.~~ Court's seizure order.

~~(a) An order to rehabilitate a domestic insurer shall direct the commissioner forthwith to take possession of the property of the insurer and to conduct the business thereof, and to take such steps toward removal of the causes and conditions, which have made rehabilitation necessary as the court, may direct.~~

~~(b) If at any time the commissioner deems that further efforts to rehabilitate the insurer would be useless, he may apply to the court for an order of liquidation.~~

~~(c) The commissioner, or any interested person upon due notice to the commissioner, at any time may apply to the court for an order terminating the rehabilitation proceedings and permitting the insurer to resume possession of its property and the conduct of its business, but no such order shall be made or entered except when, after a hearing, the court has determined that the purposes of the proceeding have been fully accomplished.~~

(a) The commissioner may file in the Circuit Court of Pulaski County a petition with respect to a domestic insurer:

(1) Alleging that there exist grounds that would justify a court order for a formal delinquency proceeding against an insurer under this act;

(2) Alleging that the interests of policyholders, creditors or the public will be endangered by delay; and

(3) Setting forth the contents of an order deemed necessary by the commissioner.

(b) Upon a filing under subsection (a), the court may issue forthwith, ex parte and without notice or hearing, the requested order which shall direct the commissioner to take possession and control of all or a part of the property, books, accounts, documents and other records of an insurer, and of the premises occupied by it for transaction of its business; and until further order of the court enjoin the insurer and its officers, managers, agents and employees from disposition of its property and from the transaction of its business except with the written consent of the commissioner. Any person having possession or control of, and refusing to deliver any of the books, records or assets of a person against whom a seizure order has been issued shall be guilty of a misdemeanor and punishable by a fine not exceeding one thousand dollars (\$1,000) or imprisonment not exceeding one (1) year, or both fine and imprisonment.

(c) The court shall specify in the order what its duration shall be, which shall be such time as the court deems necessary for the commissioner to ascertain the condition of the insurer. On motion of either party or on its own motion, the court may from time to time hold such hearings as it deems desirable after such notice as it deems appropriate, and may extend, shorten, or modify the terms of the seizure order. The court shall vacate the seizure order if the commissioner fails to commence a formal proceeding under this act after having had a reasonable opportunity to do so. An order of the court pursuant to a formal proceeding under this act shall vacate the seizure order.

(d) Entry of a seizure order under this section shall not constitute an anticipatory breach of any contract of the insurer.

(e) An insurer subject to an ex parte order under this section may petition the court at any time after the issuance of an order for a hearing and review of the order. The court shall hold the hearing and review not more than fifteen (15) days after the request. A hearing under this subsection may be held privately in chambers and it shall be so held if the insurer proceeded against so requests.

(f) If, at any time after the issuance of an order, it appears to the court that any person whose interest is or will be substantially affected by the order did not appear at the hearing and has not been served, the court may order that notice be given. An order that notice be given shall not stay the effect of any order previously issued by the court.

(g) Whenever the commissioner makes any seizure as provided in subsection (b), it shall, on the demand of the commissioner, be the duty of the sheriff of any county of this state, and of the police department of any municipal corporation therein, to furnish the commissioner with such deputies, patrolmen or officers as may be necessary to assist the commissioner in making and enforcing the seizure.

(h) The foregoing provisions of this section shall be applied to insurers not domiciled in this state to the extent of the insurers' assets and activities in this state.

SECTION 11. Arkansas Code 23-68-111 is amended to read as follows:

23-68-111. ~~Order of liquidation - Domestic and alien insurers.~~
Commencement of formal delinquency proceeding.

~~(a) (1) An order to liquidate the business of a domestic insurer shall direct the commissioner forthwith to take possession of the property of the insurer, to liquidate its business, to deal with the insurer's property and business in his own name as Insurance Commissioner or in the name of the insurer, as the court may direct, and to give notice to all creditors who may have claims against the insurer to present the claims.~~

~~(2) The commissioner may apply for and secure an order dissolving the corporate existence of a domestic insurer upon his application for an order of liquidation of the insurer or at any time after the order of liquidation has been granted.~~

~~(b) An order to liquidate the business of a United States branch of an alien insurer having trustee assets in this state shall be in the same terms as those prescribed for domestic insurers, save and except only that the assets of the business of such United States branch shall be the only assets included therein.~~

(a) Any formal delinquency proceeding against a person shall be commenced by filing a petition in the name of the commissioner.

(b) The petition shall state the grounds upon which the proceeding is based and the relief requested, and may include a prayer for restraining orders and injunctive relief as described in § 23-68-105 of this act.

(c) Any petition that prays for a temporary restraining order must be verified by the commissioner or the commissioner's designee, but need not plead or prove irreparable harm or inadequate remedy by law. The commissioner shall provide only such notice as the court may require.

(d) If any temporary restraining order is prayed for:

(1) The court may issue an initial order containing the relief requested;

(2) The order shall state the time and date of its issuance;

(3) The court shall set a time and date for the return of summons, not more than ten (10) days from the time and date of the issuance of the initial order, at which time the person proceeded against may appear before the court for a summary hearing;

(4) The order shall not continue in effect beyond the time and date set

for the return of summons, unless the court shall expressly enter one (1) or more orders extending the restraining order; and

(5) The verified petition and the initial order shall be filed with the clerk of the court and maintained as confidential, except for good cause shown, until personal service is made.

(e) If no temporary restraining order is requested, the court shall cause summons to be issued. The summons shall specify a return date not more than twenty (20) days after issuance and that an answer must be filed at or before the return date.

SECTION 12. Arkansas Code 23-68-112 is amended to read as follows:

~~23-68-112. Order of conservation or liquidation -- Foreign and alien insurers.~~
Return of summons and summary hearing.

~~(a) An order to conserve the assets of a foreign or alien insurer shall require the commissioner forthwith to take possession of the property of the insurer within this state and to conserve it, subject to the further direction of the court.~~

~~(b) An order to liquidate the assets in this state of a foreign insurer shall require the commissioner forthwith to take possession of the property of the insurer within this state and to liquidate it subject to the orders of the court and with due regard to the rights and powers of the domiciliary receiver, as provided in this chapter.~~

(a) The court shall hold a summary hearing at the time and date for the return of summons.

(b) If a person is not served with summons and fails to appear for the summary hearing, the court shall:

- (1) Continue the summary hearing not more than ten (10) days;
- (2) Provide for alternative service of summons upon the person; and
- (3) Extend any restraining order.

(c) Upon a showing of good faith efforts to effect personal service upon a person who has failed to appear for a continued summary hearing, the court shall order notice of the petition to be published. The order and notice shall specify a return date not less than ten (10) nor more than twenty (20) days after the publication and that the restraining order has been extended to the continued hearing date.

(d) If a person fails to appear for a summary hearing after service of summons, the court shall enter judgment in favor of the commissioner against that person.

(e) A person who appears for the summary hearing shall file its answer at the hearing and the court shall:

(1) Determine whether to extend any temporary restraining orders pending final judgment; and

(2) Set the case for trial on a date not more than ten (10) days from the summary hearing.

The court shall grant no continuance for filing an answer.

SECTION 13. Arkansas Code 23-68-113 is amended to read as follows:

23-68-113. ~~Conduct of delinquency proceedings against domestic and alien insurers.~~ Proceedings for expedited trial: continuances, discovery, evidence.

~~(1) Whenever under this chapter a receiver is to be appointed in delinquency proceedings for a domestic or alien insurer, the court shall appoint the commissioner as such receiver. The court shall order the commissioner forthwith to take possession of the assets of the insurer and to administer the same under the orders of the court.~~

~~(2) As a domiciliary receiver, the commissioner shall be vested by operation of law with the title to all of the property, contracts, and rights of action, and all of the books and records of the insurer, wherever located, as of the date of entry of the order directing him to rehabilitate or liquidate a domestic insurer or to liquidate the United States branch of an alien insurer domiciled in this state; and he shall have the right to recover the same and reduce the same to possession, except that ancillary receivers in reciprocal states shall have, as to assets located in their respective states, the rights and powers which are herein prescribed for ancillary receivers appointed in this state as to assets located in this state.~~

~~(3) The filing or recording of the order directing possession to be taken, or a certified copy thereof, in any office where instruments affecting title to property are required to be filed or recorded shall impart the same notice as would be imparted by a deed, bill of sale, or other evidence of title duly filed or recorded.~~

~~(4) The commissioner as domiciliary receiver shall be responsible for the proper administration of all assets coming into his possession or control. The court may at any time require a bond from him or his deputies if deemed desirable for the protection of such assets.~~

~~(5) Upon taking possession of the assets of an insurer, the domiciliary receiver shall, subject to the direction of the court, immediately proceed to conduct the business of the insurer or to take such steps as are authorized by this chapter for the purpose of rehabilitating, liquidating, or conserving the affairs or assets of the insurer.~~

~~(6) In connection with delinquency proceedings, the commissioner may appoint one (1) or more special deputy commissioners to act for him, and he may employ such counsel, clerks, and assistants, as he deems necessary. The~~

~~compensation of the special deputies, counsel, clerks, or assistants and all expenses of taking possession of the insurer and of conducting the proceedings shall be fixed by the receiver, subject to the approval of the court, and shall be paid out of the funds or assets of the insurer. Within the limits of duties imposed upon them, special deputies shall possess all the powers given to and, in the exercise of those powers, shall be subject to all of the duties imposed upon the receiver with respect to such proceedings.~~

(a) The court shall proceed to hear the case at the time and date set forth for trial without a jury and without unnecessary delays. To the extent not inconsistent with other laws, the court shall give precedence to the matter over all other matters. To the extent otherwise authorized by law, the court may assign the matter to other judges if necessary to comply with the need for expedited proceedings under this act.

(b) Continuances for trial shall be granted only in extreme circumstances.

(c) The court shall receive as self-authenticated any of the following when offered by the commissioner:

(1) Certified copies of the financial statements made by the person;

and

(2) Certified copies of examination reports of the person made by or on behalf of the commissioner.

(d) The facts contained in any such examination report shall be presumed to be true as of the date of the hearing if such examination was made as of a date not more than two hundred seventy (270) days before the petition was filed. The presumption shall be rebuttable and shall shift the burden of production and persuasion.

(e) Discovery shall be limited to grounds alleged in the petition, and shall be concluded on an expedited basis.

SECTION 14. Arkansas Code 23-68-114 is amended to read as follows:

~~23-68-114. Disposition of funds held pursuant to § 23-68-113.~~ Decisions and appeals.

~~(a)(1) The Liquidation Division of the State Insurance Department is authorized to deposit funds now held pursuant to the provisions of § 23-68-113, and the Circuit Court of Pulaski County, in one (1) or more accounts, in one (1) or more state or national banks, savings banks, savings and loan associations, or trust companies.~~

~~(2) These funds may be combined to yield the highest rate of return on the deposits, or in any other way to facilitate the efficient operation of the Liquidation Division and the respective receiverships under the jurisdiction of the division.~~

~~(3) These funds may be used for the purpose of operating the Liquidation Division and the respective receiverships that may, from time to time, fall under its jurisdiction, and for no other purpose.~~

~~(b) The funds referred to in subsection (a) of this section shall come from the accounts now held by the Liquidation Division of the State Insurance Department, comprised of assets sequestered from domestic insurers, and shall in no way be commingled or combined with funds of the State of Arkansas.~~

(a) The court shall enter judgment within fifteen (15) days after the conclusion of the evidence.

(b) The judgment shall be final when entered. Any appeal shall be prosecuted on an expedited basis and must be taken within five (5) days of entry. No request for reconsideration, review or appeal and no posting of a bond shall dissolve or stay the judgment.

SECTION 15. Arkansas Code 23-68-115 is amended to read as follows:

~~23-68-115. Conduct of delinquency proceedings against foreign insurers.~~
Confidentiality of hearings.

~~(1) Whenever under this chapter an ancillary receiver is to be appointed in delinquency proceedings for an insurer not domiciled in this state, the court shall appoint the commissioner as ancillary receiver. The commissioner shall file a petition requesting the appointment on the grounds set forth in § 23-68-109:~~

~~(a) If he finds that there are sufficient assets of the insurer located in this state to justify the appointment of an ancillary receiver; or~~

~~(b) If ten (10) or more persons resident in this state having claims against such insurer file a petition with the commissioner requesting the appointment of such ancillary receiver.~~

~~(2) The domiciliary receiver for the purpose of liquidation of an insurer domiciled in a reciprocal state shall be vested by operation of law with the title to all of the property, contracts, and rights of action, and all of the books and records of the insurer located in this state; and he shall have the immediate right to recover balances due from local agents and to obtain possession of any books and records of the insurer found in this state. He shall also be entitled to recover the other assets of the insurer located in this state, except that upon the appointment of an ancillary receiver in this state, the ancillary receiver shall during the ancillary receivership proceedings have the sole right to recover such other assets. The ancillary receiver shall, as soon as practicable, liquidate from his respective securities those special deposit claims and secured claims which are proved and allowed in the ancillary proceedings in this state, and shall pay the necessary expenses of the proceedings. He shall promptly transfer all remaining assets to the~~

~~domiciliary receiver. Subject to the foregoing provisions, the ancillary receiver and his deputies shall have the same powers and be subject to the same duties with respect to the administration of such assets as a receiver of an insurer domiciled in this state.~~

~~(3) The domiciliary receiver of an insurer domiciled in a reciprocal state may sue in this state to recover any assets of such insurer to which he may be entitled under the laws of this state.~~

(a) In all proceedings and judicial reviews under § 23-68-110, all records of the insurer, other documents, and all State Insurance Department files and court records and papers, so far as they pertain to or are a part of the record of the proceedings, shall be and remain confidential, and all papers filed with the clerk of the Pulaski County Circuit Court shall be held by the clerk in a confidential file, except as is necessary to obtain compliance with any order entered in connection with the proceedings, unless and until:

(1) The Pulaski County Circuit Court, after hearing argument in chambers, shall order otherwise;

(2) The insurer requests that the matter be made public; or

(3) The commissioner applies for an order under § 23-68-116.

(b) The commissioner may share documents, materials or other information in the possession or control of the State Insurance Department pertaining to an insurer that is the subject of a proceeding under this act with other state, federal and international regulatory agencies, with the National Association of Insurance Commissioners and its affiliates and subsidiaries, and with state, federal and international law enforcement authorities, provided that the recipient agrees to maintain the confidentiality of the documents, material or other information. No waiver of any applicable privilege or claim of confidentiality shall occur as a result of disclosure to the commissioner under this section or as a result of sharing documents, materials or other information pursuant to this subsection.

SECTION 16. Arkansas Code 23-68-116 is amended to read as follows:

~~23-68-116. Claims of nonresidents against domestic insurers. Grounds for rehabilitation or liquidation.~~

~~(1) In a delinquency proceeding begun in this state against a domestic insurer, claimants residing in reciprocal states may file claims either with the ancillary receivers, if any, in their respective states, or with the domiciliary receiver. All such claims must be filed on or before the last date fixed for the filing of claims in the domiciliary delinquency proceedings.~~

~~(2) Controverted claims belonging to claimants residing in reciprocal states may either:~~

~~(a) Be proved in this state; or~~

~~(b) If ancillary proceedings have been commenced in such reciprocal states may be proved in those proceedings. In the event a claimant elects to prove his claim in ancillary proceedings, if notice of the claim and opportunity to appear and be heard is afforded the domiciliary receiver of this state, as provided in § 23-68-117 with respect to ancillary proceedings in this state, the final allowance of such claim by the courts in the ancillary state shall be accepted in this state as conclusive as to its amount and shall also be accepted as conclusive as to its priority, if any, against special deposits or other security located within the ancillary state.~~

The commissioner may apply by petition to the Pulaski County Circuit Court for an order authorizing the commissioner to rehabilitate or liquidate a domestic insurer or an alien insurer domiciled in this state on any one or more of the following grounds:

(a) The insurer is insolvent;

(b) The insurer has neglected or refused to observe an order of the commissioner to make good within the time prescribed by law any deficiency, whenever its capital and minimum required surplus, if a stock company, or its surplus, if a company other than stock, has become impaired;

(c) The insurer is in such condition that it could not meet the requirements for organization and authorization as required by law, except as to the amount of the original surplus required of a stock company, and except as to the amount of the surplus required of a company other than a stock company in excess of the minimum surplus required to be maintained;

(d) The insurer has concealed, removed, altered, destroyed or failed to establish and maintain books, records, documents, accounts, vouchers and other pertinent material adequate for the determination of its financial condition or otherwise violated § 23-69-134, or has failed to properly administer claims or maintain claims records which are adequate for the determination of its outstanding claims liability;

(e) At the time of instituting any proceeding under this act, it appears to the commissioner that upon good cause shown, it would not be in the best interest of the policyholders, creditors or the public to proceed with the conduct of the business of the insurer;

(f) The insurer is in such condition that the further transaction of business would be hazardous, financially or otherwise, to its policyholders, creditors or the public;

(g) There is reasonable cause to believe that there has been embezzlement from the insurer, wrongful sequestration or diversion of the insurer's assets, forgery

or fraud affecting the insurer, or other illegal conduct in, by, or with respect to the insurer that if established would endanger assets in an amount threatening the solvency of the insurer;

(h) The insurer has failed to remove any person who in fact has executive authority in the insurer, whether an officer, manager, general agent, employee, or other person; if the person has been found after notice and hearing by the commissioner to be dishonest or untrustworthy in a way affecting the insurer's business;

(i) Control of the insurer, whether by stock ownership or otherwise, and whether direct or indirect, is in a person or persons found after notice and hearing to be untrustworthy in a way affecting the insurer's business;

(j) Any person who in fact has executive authority in the insurer, whether an officer, manager, general agent, director or trustee, employee, or other person, has refused to be examined under oath by the commissioner concerning its affairs, whether in this state or elsewhere; and after reasonable notice of the fact, the insurer has failed promptly and effectively to terminate the employment and status of the person and all his influence on management;

(k) After demand by the commissioner, the insurer has failed to promptly make available for examination any of its own property, books, accounts, documents, or other records, or those of any subsidiary or related company within the control of the insurer, or those of any person having executive authority in the insurer so far as they pertain to the insurer;

(l) Without first obtaining the written consent of the commissioner, the insurer has transferred, or attempted to transfer, substantially its entire property or business, or has entered into any transaction the effect of which is to merge, consolidate or reinsure substantially its entire property or business in or with the property or business of any other person;

(m) The insurer or its property has been or is the subject of an application for the appointment of a receiver, trustee, custodian, conservator or sequestrator or similar fiduciary of the insurer or its property otherwise than as authorized under the insurance laws of this state;

(n) Within the previous five (5) years the insurer has willfully and continuously violated its charter or articles of incorporation, its bylaws, any insurance law of this state, or any valid order of the commissioner;

(o) The insurer has failed to pay within sixty (60) days after the due date any obligation to any state or any subdivision thereof, or any judgment entered in any state, if the court in which the judgment was entered had jurisdiction over the subject matter except, that nonpayment shall not be a ground until sixty (60) days after any

good faith effort by the insurer to contest the obligation has been terminated, whether it is before the commissioner or in the courts, or the insurer has systematically attempted to compromise or renegotiate previously agreed settlements with its creditors on the ground that it is financially unable to pay its obligations in full;

(p) The insurer has failed to file its annual report or other financial report required by statute within the time allowed by law;

(q) The board of directors or the holders of a majority of the shares entitled to vote, or a majority of those individuals entitled to the control of those entities, request or consent to rehabilitation or liquidation under this act; or

(r) The insurer does not comply with its domiciliary state's requirements for issuance to it of a certificate of authority, or that its certificate of authority has been revoked by its state of domicile.

SECTION 17. Arkansas Code 23-68-117 is amended to read as follows:

23-68-117. ~~Claims against foreign insurers.~~ Rehabilitation orders.

~~(1) In a delinquency proceeding in a reciprocal state against an insurer domiciled in that state, claimants against such insurer who reside within this state may file claims either with the ancillary receiver, if any, appointed in this state, or with the domiciliary receiver. All such claims must be filed on or before the last date fixed for the filing of claims in the domiciliary delinquency proceedings.~~

~~(2) Controverted claims belonging to claimants residing in this state may either:~~

~~(a) Be proved in the domiciliary state as provided by the law of that state; or~~

~~(b) If ancillary proceedings have been commenced in this state, be proved in those proceedings.~~

~~In the event that any such claimant elects to prove his claim in this state, he shall file his claim with the ancillary receiver and shall give notice in writing to the receiver in the domiciliary state, either by registered mail or by personal service at least forty (40) days prior to the date set for hearing. The notice shall contain a concise statement of the amount of the claim, the facts on which the claim is based, and the priorities asserted, if any. If the domiciliary receiver within thirty (30) days after the giving of such notice shall give notice in writing to the ancillary receiver and to the claimant, either by registered mail or by personal service, of his intention to contest such claim, he shall be entitled to appear or to be represented in any proceeding in this state involving adjudication of the claim. The final allowance of the claim by the courts of this state shall be accepted as conclusive as to its amount and shall also be accepted as conclusive as to its priority, if any, against special deposits or other~~

~~security located within this state.~~

(a) An order to rehabilitate the business of a domestic insurer, or an alien insurer domiciled in this state, shall appoint the commissioner and his successors in office the rehabilitator, and shall direct the rehabilitator to take possession of the assets of the insurer, and to administer them under the general supervision of the court. The filing or recording of the order with the clerk of the Pulaski County Circuit Court or recorder of deeds of the county in which the principal business of the company is conducted, or the county in which its principal office or place of business is located, shall impart the same notice as a deed, bill of sale, or other evidence of title duly filed or recorded with that recorder of deeds would have imparted. The order to rehabilitate the insurer shall by operation of law vest title to all assets of the insurer in the rehabilitator.

(b) Any order issued under this section shall require accountings to the court by the rehabilitator. Accountings shall be at such intervals as the court specifies in its order, but no less frequently than semi-annually. Each accounting shall include a report concerning the rehabilitator's opinion as to the likelihood that a plan under § 23-68-118(e) will be prepared by the rehabilitator and the timetable for doing so.

(c) Entry of an order of rehabilitation shall not constitute an anticipatory breach of any contracts of the insurer, nor shall it be grounds for retroactive revocation or retroactive cancellation of any contracts of the insurer, unless the revocation or cancellation is done by the rehabilitator pursuant to § 23-68-118.

(d) In recognition of the need for a prompt and final resolution for all affected by a plan of rehabilitation, any appeal from an order of rehabilitation or an order approving a plan of rehabilitation shall be heard on an expedited basis. A stay of an order of rehabilitation or an order approving a plan of rehabilitation shall not be granted unless the appellant demonstrates that extraordinary circumstances warrant delaying the recovery under the plan of rehabilitation of all other persons, including policyholders. If the plan provides an appropriate mechanism for adjustment in the event of any adverse ruling from an appeal, no stay shall be granted.

SECTION 18. Arkansas Code 23-68-118 is amended to read as follows:

~~23-68-118. Form of claim - Notice - Hearing.~~ Powers and duties of the rehabilitator.

~~(1) All claims against an insurer against which delinquency proceedings have been begun shall set forth in reasonable detail the amount of the claim, or the basis upon which such amount can be ascertained, the facts upon which the claim is based, and the priorities asserted, if any. All such claims shall be verified by the affidavit of the claimant, or someone authorized to act on his behalf and having knowledge of the facts, and shall be supported by such documents as may be~~

material thereto.

~~(2) All claims filed in this state shall be filed with the receiver, whether domiciliary or ancillary, in this state, on or before the last date for filing as specified in this chapter.~~

~~(3) Within ten (10) days of the receipt of any claim, or within such further period as the court may, for good cause shown, fix, the receiver shall report the claim to the court, specifying in such report his recommendation with respect to the action to be taken thereon. Upon receipt of such report, the court shall fix a time for hearing the claim and shall direct that the claimant or the receiver, as the court shall specify, shall give such notice as the court shall determine to such persons as shall appear to the court to be interested therein. All such notices shall specify the time and place of the hearing and shall concisely state the amount and nature of the claim, the priorities asserted, if any, and the recommendation of the receiver with reference thereto.~~

~~(4) At the hearing, all persons interested shall be entitled to appear, and the court shall enter an order allowing, allowing in part, or disallowing the claim. Any such order shall be deemed to be an appealable order.~~

(a) The commissioner as rehabilitator may appoint one or more special deputies, who shall have all the powers and responsibilities of the rehabilitator granted under this section and the commissioner may employ such counsel, clerks and assistants as deemed necessary. The compensation of the special deputy, counsel, clerks and assistants and all expenses of taking possession of the insurer and of conducting the proceedings shall be fixed by the commissioner, with the approval of the court, and shall be paid out of the funds or assets of the insurer. The persons appointed under this section shall serve at the pleasure of the commissioner. The commissioner, as rehabilitator, may, with the approval of the court, appoint an advisory committee of policyholders, claimants or other creditors including guaranty associations, should such a committee be deemed necessary. The decision to appoint an advisory committee shall be at the sole discretion of the commissioner, and the committee shall serve at the pleasure of the commissioner and shall serve without compensation and without reimbursement for expenses. No other committee of any nature shall be appointed by the commissioner or the court in rehabilitation proceedings conducted under this act.

(b) In the event that the property of the insurer does not contain sufficient cash or liquid assets to defray the costs incurred, the commissioner may advance the costs so incurred out of any appropriation for the maintenance of the State Insurance Department. Any amounts so advanced for expenses of administration shall be repaid to the commissioner for the use of the State Insurance Department

out of the first available money of the insurer.

(c) The rehabilitator may take such action, as the rehabilitator deems necessary or appropriate to reform and revitalize the insurer. The rehabilitator shall have all the powers of the directors, officers and managers, whose authority shall be suspended, except as redelegated by the rehabilitator. The rehabilitator shall have full power to direct and manage, to hire and discharge employees subject to any contract rights they may have, and to deal with the property and business of the insurer.

(d) If it appears to the rehabilitator that there has been criminal or tortious conduct, or breach of any contractual or fiduciary obligation detrimental to the insurer by any officer, manager, agent, broker, employee or other person, the rehabilitator may pursue all appropriate legal remedies on behalf of the insurer.

(e) If the rehabilitator determines that reorganization, consolidation, conversion, reinsurance, merger or other transformation of the insurer is appropriate, the rehabilitator shall prepare a plan to effect such changes and shall file it with the court within six (6) months after the entry of the rehabilitation order or such further time as the court may allow for good cause. Upon application of the rehabilitator for approval of the plan, and after such notice and hearings as the court may prescribe, the court may either approve or disapprove the plan proposed, or may modify it and approve it as modified. Any plan approved under this section shall be, in the judgment of the court, fair and equitable to all parties concerned. If the plan is approved, the rehabilitator shall carry out the plan. In the case of a life insurer, the plan proposed may include the imposition of liens upon the policies of the company, if all rights of shareholders are first relinquished. A plan for a life insurer may also propose imposition of a moratorium upon loan and cash surrender rights under policies, for a period not to exceed six (6) months from the entry of the rehabilitation order, unless the court, for good cause shown, shall extend the moratorium.

(f) The rehabilitator shall have the power under §§ 23-68-129 and 23-68-131 to avoid fraudulent transfers, and may exercise any of the powers under § 23-68-124, as necessary or appropriate, including but not limited to the power to affirm or disaffirm any contract to which the insurer is a party. However, the rehabilitator of an insurer may, as part of a court approved plan of rehabilitation, modify or restructure the policies or contracts of insurance. In the event the rehabilitator proposes to modify or restructure the policies or contracts of insurance, the rehabilitator may, with the concurrence of the court, approve payment of certain expenses incurred by an advisory committee appointed pursuant to § 23-68-118(a), the expenses to be limited to the reasonable and necessary expenses incurred in obtaining an expert evaluation of the effect upon policyholders of any proposed

modification or restructuring of policies or contracts of insurance.

(g) The enumeration, in this section, of the powers and authority of the rehabilitator shall not be construed as a limitation upon the rehabilitator, nor shall it exclude in any manner the right to do other acts not specifically enumerated or otherwise provided for, as may be necessary or appropriate for the accomplishment of or in aid of the purpose of rehabilitation.

SECTION 19. Arkansas Code 23-68-119 is amended to read as follows:

23-68-119. ~~Priority of certain claims.~~ Termination of rehabilitation.

~~(1) In a delinquency proceeding against an insurer domiciled in this state, claims owing to residents of ancillary states shall be preferred claims if like claims are preferred under the laws of this state. All such claims owing to residents or nonresidents shall be given equal priority of payment from general assets regardless of where such assets are located.~~

~~(2) In a delinquency proceeding against an insurer domiciled in a reciprocal state, claims owing to residents of this state shall be preferred if like claims are preferred by the laws of that state.~~

~~(3) The owners of special deposit claims against an insurer for which a receiver is appointed in this or any other state shall be given priority against their several special deposits in accordance with the provisions of the statutes governing the creation and maintenance of such deposits. If there is a deficiency in any such deposit so that the claims secured thereby are not fully discharged therefrom, the claimants may share in the general assets, but such sharing shall be deferred until general creditors, and also claimants against other special deposits who have received smaller percentages from their respective special deposits, have been paid percentages of their claims equal to the percentage paid from the special deposit.~~

~~(4) The owner of a secured claim against an insurer for which a receiver has been appointed in this or any other state may surrender his security and file his claim as a general creditor, or the claim may be discharged by resort to the security, in which case the deficiency, if any, shall be treated as a claim against the general assets of the insurer on the same basis as claims of unsecured creditors. If the amount of the deficiency has been adjudicated in ancillary proceedings as provided in this chapter, or if it has been adjudicated by a court of competent jurisdiction in proceedings in which the domiciliary receiver has had notice and opportunity to be heard, such amounts shall be conclusive; otherwise, the amount shall be determined in the delinquency proceeding in the domiciliary state.~~

(a) Whenever the commissioner believes further attempts to rehabilitate an insurer would substantially increase the risk of loss to creditors, policyholders or the public, or would be futile, the commissioner may petition the Pulaski County Circuit

Court for an order of liquidation. A petition under this subsection shall have the same effect as a petition under § 23-68-116.

(b) The protection of the interests of insureds, claimants and the public requires the timely performance of all insurance policy obligations. If the payment of policy obligations is suspended in substantial part for a period of six (6) months at any time after the appointment of the rehabilitator and the rehabilitator has not filed an application for approval of a plan under § 23-68-118(e), the rehabilitator shall petition the court for an order of liquidation.

(c) The rehabilitator or the directors of the insurer may at any time petition the Pulaski County Circuit Court for, or the court on its own motion may enter an order terminating rehabilitation of an insurer. The court shall also permit the directors of the insurer to petition the court for an order terminating rehabilitation of the insurer. If the Pulaski County Circuit Court finds that rehabilitation has been accomplished and that grounds for rehabilitation under § 23-68-116 no longer exist, it shall order that the insurer be restored to possession of its property and the control of the business. The Pulaski County Circuit Court may also make that finding and issue that order at any time upon its own motion.

SECTION 20. Arkansas Code 23-68-120 is amended to read as follows:

~~23-68-120. Attachment and garnishment of assets.~~ Liquidation orders.

~~During the pendency of delinquency proceedings in this or any reciprocal state, no action or proceeding in the nature of an attachment, garnishment, or execution shall be commenced or maintained in the courts of this state against the delinquent insurer or its assets. Any lien obtained by any such action or proceeding within four (4) months prior to the commencement of any such delinquency proceeding or at any time thereafter shall be void as against any rights arising in such delinquency proceeding.~~

(a) An order to liquidate the business of a domestic insurer shall appoint the commissioner and any successor in office liquidator, and shall direct the liquidator to take possession of the assets of the insurer and to administer them under the general supervision of the court. The liquidator shall be vested by operation of law with the title to all of the property, contracts and rights of action, and all of the books and records of the insurer ordered liquidated, wherever located, as of the entry of the final order of liquidation. The filing or recording of the order with the Clerk of the Pulaski County Circuit Court and the recorder of deeds of the county in which its principal office or place of business is located, or, in the case of real estate, with the recorder of deeds of the county where the property is located, shall impart the same notice as a deed, bill of sale or other evidence of title duly filed or recorded with that recorder of deeds would have imparted.

(b) Upon issuance of the order, the rights and liabilities of any such insurer and of its creditors, policyholders, shareholders, members and all other persons interested in its estate shall become fixed as of the date of entry of the order of liquidation, except as provided in §§ 23-68-122 and 23-68-141, unless otherwise fixed by the Pulaski County Circuit Court.

(c) An order to liquidate the business of an alien insurer in this state shall be in the same terms and have the same legal effect as an order to liquidate a domestic insurer.

(d) At the time of petitioning for an order of liquidation, or at any time thereafter, the commissioner, after making appropriate findings of an insurer's insolvency, may petition the court for a judicial declaration of insolvency. After providing such notice and hearing, as it deems proper, the court may make the declaration.

(e) Any order issued under this section shall require financial reports to the court by the liquidator. Financial reports shall include (at a minimum), a statement of the assets and liabilities of the insurer and all funds received or disbursed by the liquidator during the current period. Financial reports shall be filed within one (1) year of the liquidation order and at least annually thereafter, unless the court for good cause allows a longer reporting period.

(f) In the event an order of liquidation is set aside upon any appeal, the company shall not be released from delinquency proceedings unless and until all funds advanced by any guaranty association, including reasonable administrative expenses in connection therewith relating to obligations of the company, shall be repaid in full, together with interest at the judgment rate of interest or unless an arrangement for repayment thereof has been made with the consent of all applicable guaranty associations.

SECTION 21. Arkansas Code 23-68-121 is amended to read as follows:

23-68-121. ~~Disposition of moneys collected.~~ Records.

~~(a) The moneys collected by the commissioner in a proceeding under this chapter shall be from time to time deposited in one (1) or more state or national banks, savings banks, or trust companies, and in the case of the insolvency or voluntary or involuntary liquidation of any such depository which is an institution organized and supervised under the laws of this state, such deposits shall be entitled to priority of payment on an equality with any other priority given by the banking laws of this state.~~

~~(b) The commissioner may in his discretion deposit such moneys or any part thereof in a national bank or trust company as a trust fund.~~

(a) All books, records, documents and papers of any delinquent insurer

which come into the possession of the receiver and are held by the receiver in the course of the delinquency proceedings, or certified copies thereof, shall be received in evidence in all cases, without proof of the correctness of the same and without other proof, except the certificate of the receiver that the same were received from the custody of the delinquent insurer or found among its effects.

(b) The receiver shall have the authority to certify to the correctness of any paper, document or record of his office and to make certificates of the receiver certifying any fact contained in the papers, documents or records of the office of the receiver, and the same shall be received in evidence in all cases in which the original would be evidence.

(c) Original books, records, documents and papers, or certified copies thereof, when received in evidence shall be prima facie evidence of the facts disclosed.

(d) The appointment of the commissioner as receiver shall in no way operate to bring records of a delinquent insurer under the Freedom of Information Act of 1967. In the event a third party successfully pursues a records request in the receivership court, the receiver shall be reimbursed for the reasonable cost of producing such records.

SECTION 22. Arkansas Code 23-68-122 is amended to read as follows:

23-68-122. ~~Exemption from fees.~~ Continuance of coverage.

~~The commissioner shall not be required to pay any fee to any public officer in this state for filing, recording, issuing a transcript or certificate, or authenticating any paper or instrument pertaining to the exercise by the commissioner of any of the powers or duties conferred upon him under this chapter, whether or not the paper or instrument is executed by the commissioner or his deputies, employees, or attorneys of record and whether or not it is connected with the commencement of any action or proceeding by or against the commissioner, or with the subsequent conduct of the action or proceeding.~~

(a) Notwithstanding any policy or contract language or any other statute, all policies, insurance contracts, other than reinsurance, surety bonds or surety undertakings, other than life or health insurance or annuities, in effect at the time of issuance of an order of liquidation shall continue in force only for the lesser of:

(1) A period of thirty (30) days from the date of entry of the liquidation order;

(2) The expiration of the policy coverage;

(3) The date when the insured has replaced the insurance coverage with equivalent insurance in another insurer or otherwise terminated the policy;

(4) The liquidator has effected a transfer of the policy obligation

pursuant to § 23-68-124(a)(9); or

(5) The date proposed by the liquidator and approved by the court to cancel coverage.

(b) An order of liquidation under § 23-68-120 shall terminate coverages at the time specified in subsection (a) for purposes of any other statute.

(c) Policies of life or accident and health insurance or annuities shall continue in force for such period and under such terms as is provided for by any applicable guaranty association.

(d) Policies of life or accident and health insurance or annuities or any period or coverage of the policies not covered by a guaranty association shall terminate under subsections (a) and (b).

(e) The cancellation of any bond or surety undertaking shall not release any co-surety or guarantor.

(f) The obligations of the insolvent insurer's reinsurers shall not be affected by a cancellation, under this section, of the insurance ceded to the reinsurers.

SECTION 23. Arkansas Code 23-68-123 is amended to read as follows:

23-68-123. ~~Borrowing on pledge of assets.~~ Dissolution of insurer.

~~(a) For the purpose of facilitating the rehabilitation, liquidation, conservation, or dissolution of an insurer pursuant to this chapter, the commissioner may, subject to the approval of the court, borrow money and execute, acknowledge, and deliver notes or other evidences of indebtedness therefor and secure the repayment of the same by the mortgage, pledge, assignment, transfer in trust, or hypothecation of any or all of the property, whether real, personal, or mixed, of the insurer, and the commissioner, subject to the approval of the court, shall have power to take any and all other action necessary and proper to consummate any loan and to provide for the repayment thereof.~~

~~(b) The commissioner shall be under no obligation personally or in his official capacity to repay any loan made pursuant to this section.~~

The commissioner may petition for an order dissolving the corporate existence of a domestic insurer or the United States branch of an alien insurer domiciled in this state at the time the commissioner applies for a liquidation order. The court shall order dissolution of the corporation upon petition by the commissioner upon or after the granting of a liquidation order. If the dissolution has not previously been ordered, it shall be effected by operation of law upon the discharge of the liquidator if the insurer is insolvent, but may be ordered by the court upon the discharge of the liquidator if the insurer is under a liquidation order for some other reason.

SECTION 24. Arkansas Code 23-68-124 is amended to read as follows;

23-68-124. Date of rights and liabilities upon liquidation. Powers of the liquidator.

~~The rights and liabilities of the insurer and of its creditors, policyholders, stockholders, members, subscribers, and all other persons interested in its estate shall, unless otherwise directed by the court, be fixed as of the date on which the order directing the liquidation of the insurer is filed in the office of the clerk of the court which made the order, subject to the provisions of this chapter with respect to the rights of claimants holding contingent claims.~~

(a) The liquidator shall have the power:

(1) To appoint a special deputy or deputies to act for the liquidator under this act, and to determine any reasonable compensation. The special deputy shall have all powers of the liquidator granted by this section. The special deputy shall serve at the pleasure of the liquidator.

(2) To employ employees and agents, legal counsel, actuaries, accountants, appraisers, consultants and such other personnel as the liquidator may deem necessary to assist in the liquidation.

(3) To appoint, with the approval of the court, an advisory committee of policyholders, claimants or other creditors including guaranty associations should such a committee be deemed necessary. The committee shall serve at the pleasure of the commissioner and the decision to appoint an advisory committee shall be at the sole discretion of the commissioner. The committee shall serve without compensation and without reimbursement for expenses. No other committee of any nature shall be appointed by the commissioner or the court in liquidation proceedings conducted under this act.

(4) To fix the reasonable compensation of employees and agents, legal counsel, actuaries, accountants, appraisers and consultants with the approval of the court.

(5) To pay reasonable compensation to persons appointed and to defray from the funds or assets of the insurer all expenses of taking possession of, conserving, conducting, liquidating, disposing of, or otherwise dealing with the business and property of the insurer. The liquidator shall have the power to pay reasonable compensation to such persons on an interim basis. All such interim payments shall be subject to the approval of the court upon submission by the liquidator. Approvals or payments provided for herein shall not prejudice the right of the liquidator to seek any recovery, recoupment, disgorgement or reimbursement of fees where recovery would otherwise be allowed by causes of action recognized in law or in equity. In the event that the property of the insurer does not contain

sufficient cash or liquid assets to defray the costs incurred, the commissioner may advance the costs so incurred out of any appropriation for the maintenance of the State Insurance Department. Any amounts so advanced for expenses of administration shall be repaid to the commissioner for the use of the State Insurance Department out of the first available moneys of the insurer.

(6) To hold hearings, to subpoena witnesses to compel their attendance, to administer oaths, to examine any person under oath, and to compel any persons to subscribe to their testimony after it has been correctly reduced to writing; and in connection therewith to require the production of any books, papers, records or other documents which the liquidator deems relevant to the inquiry.

(7) To audit the books and records of all agents of the insurer insofar as those records relate to the business activities of the insurer.

(8) To collect all debts and moneys due and claims belonging to the insurer, wherever located, and for this purpose:

(A) To institute timely action in other jurisdictions, in order to forestall garnishment and attachment proceedings against such debts;

(B) To do such other acts as are necessary or expedient to collect, conserve or protect its assets or property, including the power to sell, compound, compromise or assign debts for purposes of collection upon such terms and conditions as the liquidator deems best; and

(C) To pursue any creditor's remedies available to enforce the creditor's claims.

(9) To conduct public and private sales of the property of the insurer.

(10) To use assets of the estate of an insurer under a liquidation order to transfer policy obligations to a solvent assuming insurer, if the transfer can be arranged without prejudice to applicable priorities under § 23-68-147.

(11) To acquire, hypothecate, encumber, lease, improve, sell, transfer, abandon or otherwise dispose of or deal with, any property of the insurer at its market value or upon such terms and conditions as are fair and reasonable. The liquidator shall also have power to execute, acknowledge and deliver any and all deeds, assignments, releases and other instruments necessary or proper to effectuate any sale of property or other transaction in connection with the liquidation.

(12) To borrow money on the security of the insurer's assets or without security, and to execute and deliver all documents necessary to that transaction for the purpose of facilitating the liquidation. Any such funds borrowed may be repaid as an administrative expense and have priority over any other claims in Class 1 under the priority of distribution.

(13) To enter into such contracts as are necessary to carry out the

order to liquidate, and to affirm or disaffirm any contract to which the insurer is a party.

(14) To continue to prosecute and to institute in the name of the insurer or in the liquidator's own name any and all suits and other legal proceedings, in this state or elsewhere, and to abandon the prosecution of claims the liquidator deems unprofitable to pursue further. If the insurer is dissolved under § 23-68-123, the liquidator shall have the power to apply to any court in this state or elsewhere for leave to substitute the liquidator for the insurer as plaintiff.

(15) To prosecute any action which may exist on behalf of the creditors, members, policyholders or shareholders of the insurer against any officer of the insurer, or any other person.

(16) To remove any or all records and property of the insurer to the offices of the commissioner or to such other place as may be convenient for the purposes of efficient and orderly execution of the liquidation. Guaranty associations shall have such reasonable access to the records of the insurer as is necessary for them to carry out their statutory obligations.

(17) To deposit in one or more banks in this state such sums as are required for meeting current administration expenses and dividend distributions.

(18) To invest all sums not currently needed, unless the court orders otherwise.

(19) To file any necessary documents for record in the office of any recorder of deeds or record office in this state or elsewhere where property of the insurer is located.

(20) To assert all defenses available to the insurer as against third persons, including statutes of limitation, statutes of frauds, and the defense of usury. A waiver of any defense by the insurer after a petition in liquidation has been filed shall not bind the liquidator. Whenever a guaranty association has an obligation to defend any suit, the liquidator shall give precedence to such obligation and may defend only in the absence of a defense by such guaranty association.

(21) To exercise and enforce all the rights, remedies, and powers of any creditor, shareholder, policyholder, or member; including any power to avoid any transfer or lien that may be given by the general law and that is not included with §§ 23-68-129, 23-68-131 and 23-68-132.

(22) To intervene in any proceeding wherever instituted that might lead to the appointment of a receiver or trustee, and to act as the receiver or trustee whenever the appointment is offered.

(23) To enter into agreements with any receiver or commissioner of any other state relating to the rehabilitation, liquidation, conservation or dissolution of

an insurer doing business in both states.

(24) To exercise all powers now held or hereafter conferred upon receivers by the laws of this state not inconsistent with the provisions of this act.

(b) The enumeration, in this section, of the powers and authority of the liquidator shall not be construed as a limitation upon the liquidator, nor shall it exclude in any manner the right to do other acts not specifically enumerated or otherwise provided for, as may be necessary or appropriate for the accomplishment of or in aid of the purpose of liquidation.

(c) The liquidator shall not be obligated to defend any action against the insurer or insured and may enforce injunctions, stays and the claims procedure set forth in this act. The liquidator may elect to defend any actions against the insurer or insureds if it is in the best interest of the estate. Otherwise any insureds not defended by a guaranty association shall provide their own defense, and include the cost of the defense as part of their claims, if the defense was an obligation of the insurer. The right of the liquidator to contest coverage on a particular claim shall be deemed preserved without the necessity for an express reservation of rights.

SECTION 25. Arkansas Code 23-68-125 is amended to read as follows:

23-68-125. ~~Voidable transfers and liens.~~ Notice to Creditors and Others.

~~(a) Any transfer of, or lien upon, the property of an insurer which is made or created within four (4) months prior to the granting of an order to show cause under this chapter with the intent of giving to any creditor a preference or of enabling him to obtain a greater percentage of his debt than any other creditor of the same class and which is accepted by the creditor having reasonable cause to believe that the preference will occur, shall be voidable.~~

~~(b) Every director, officer, employee, stockholder, member, subscriber, and any other person acting on behalf of the insurer who shall be concerned in any act or deed and every person receiving thereby any property of the insurer or the benefit thereof shall be personally liable therefor and shall be bound to account to the commissioner.~~

~~(c) The commissioner as receiver in any proceeding under this chapter may avoid any transfer of or lien upon the property of an insurer which any creditor, stockholder, subscriber, or member of such insurer might have avoided and may recover the property so transferred unless such person was a bona fide holder for value prior to the date of the entering of an order to show cause under this chapter. The property or its value may be recovered from anyone who has received it except a bona fide holder for value as herein specified.~~

(a) Unless the court otherwise directs, the liquidator shall give or cause to be given notice of the liquidation order as soon as possible:

(1) By first class mail and electronic communication to the insurance commissioner of each jurisdiction in which the insurer is doing business;

(2) By first class mail to any guaranty association which is or may become obligated as a result of the liquidation;

(3) By first class mail to all the insurer's agents, brokers, or producers of record, with current appointments or current licenses to represent the insurer, and to all other agents, brokers or producers as the liquidator deems appropriate at their last known address;

(4) By first class mail to all persons or entities known or reasonably expected to have claims against the insurer, including all policyholders and reinsurers, at their last known address as indicated by the records of the insurer;

(5) By publication in a newspaper of general circulation in the county in which the insurer has its principal place of business and in such other locations as the liquidator deems appropriate; and

(b) Whenever the commissioner of this state is appointed receiver for an insurer domiciled in another state, the notice of the liquidation order given by the domiciliary liquidator in compliance with the laws of that state shall be sufficient notice, and the ancillary receiver shall not be required to give any notice unless the domiciliary liquidator fails to give notice. The ancillary receiver may request that the domiciliary liquidator's notice mention the existence of any applicable guaranty association laws in this state, and inform claimants that any claims which the guaranty association of this state may cover may be filed with the domiciliary liquidator and will be forwarded to the applicable guaranty association. If notice by the domiciliary liquidator in another state does not mention the possibility of guaranty association coverage in this state, then the ancillary receiver shall arrange to give notice to those who may have rights under applicable guaranty association laws in this state, together with a citation to the guaranty association statute in this state. The notice may include a brief summary of claimants' rights under the guaranty association laws in this state and any other information deemed appropriate.

(c) Except as otherwise established by the liquidator with approval of the court, notice to potential claimants under subsection (a) shall require claimants to file with the liquidator their claims together with proper proofs specified in § 23-68-140, on or before a date the liquidator shall specify in the notice. The liquidator need not require persons claiming cash surrender values or other investment values in life insurance and annuities to file a claim. All claimants shall have a duty to keep the liquidator informed of any changes of address.

(d)(1) Notice under subsection (a) to agents of the insurer and to potential claimants who are policyholders shall include, where applicable, notice that

coverage by state guaranty associations may be available for all or part of policy benefits in accordance with applicable state guaranty laws.

(2) The liquidator shall promptly provide to the guaranty associations such information concerning the identities and addresses of such policyholders and their policy coverages as may be within the liquidator's possession or control, and otherwise cooperate with guaranty associations to assist them in providing to such policyholders timely notice of the guaranty associations' coverage of policy benefits, including, as applicable, coverage of claims and continuation or termination of coverages.

(e) If notice is given in accordance with this section, the distribution of assets of the insurer under this chapter shall be conclusive with respect to all claimants, whether or not they received notice.

(f) Notwithstanding the foregoing, the liquidator shall have no duty to locate any persons or entities if no address is found in the records of the insurer, or if mailings are returned to the liquidator because of inability to deliver at the address shown in the company's books and records. In such circumstances the notice by publication as required by this act or actual notice received is sufficient notice. Written certification by the liquidator or other knowledgeable person acting for the liquidator, that the notices were deposited in the United States mail, postage prepaid, shall be prima facie evidence of mailing and receipt.

(g) Upon application of the liquidator and for good cause shown, the court may find that notice by publication as required in this section is sufficient notice to those persons holding an occurrence policy which expired more than four (4) years prior to the entry of the order of liquidation, and under which there are no pending claims; or the court may order such other notice to those persons as it deems appropriate.

SECTION 26. Arkansas Code 23-68-126 is amended to read as follows:

23-68-126. ~~Priority of distribution of general assets.~~ Duties of agents.

~~(a)(1) The priority of distribution of claims from the general assets of the insurer's estate shall be in accordance with the order in which each class of claims is set forth in this section.~~

~~(2) Every claim in each class shall be paid in full or adequate funds retained for the payment, before the members of the next class receive any payment.~~

~~(3) No subclasses shall be established within any class.~~

~~(b) The order of distribution of claims shall be:~~

~~(1) Class 1. The costs and expenses of administration, including, but not limited to, the following:~~

~~(A) The actual and necessary costs of preserving or recovering the assets of the insurer;~~

~~(B) Compensation for all services rendered in the liquidation;~~

~~(C) Any necessary filing fees from which the receiver is not exempt under § 23-68-122;~~

~~(D) The fees and mileage payable to witnesses;~~

~~(E) Reasonable attorney's fees; and~~

~~(F) The reasonable expenses of the Arkansas Property and Casualty Insurance Guaranty Fund, or any other domestic or foreign guaranty fund or guaranty association, for the handling of claims;~~

~~(2) Class 2. (A) All claims under policies for losses incurred, including third party claims, and all claims of a domestic or foreign guaranty fund or guaranty association.~~

~~(B) All claims under life insurance and annuity policies, whether for death proceeds, annuity proceeds, or investment values, shall be treated as loss claims.~~

~~(C) That portion of any loss, for which indemnification is provided by other benefits or advantages recovered by the claimant shall not be included in this class, other than benefits or advantages recovered or recoverable in discharge of familial obligations of support, or by way of succession at death, or as proceeds of life insurance, or as gratuities.~~

~~(D) No payment by an employer to his employee shall be treated as a gratuity;~~

~~(3) Class 3. Claims under nonassessable policies for unearned premium or other premium refunds;~~

~~(4) Class 4. Claims of the federal government not included in Class 2 or 3 above;~~

~~(5) Class 5. Debts due to employees for services performed to the extent that they do not exceed one thousand dollars (\$1,000) and represent payment for services performed within one (1) year before the filing of the petition for liquidation. Officers and directors shall not be entitled to the benefit of this priority. The priority shall be in lieu of any similar priority, which may be authorized by law as to wages or compensation of employees;~~

~~(6) Class 6. All claims against the insurer for liability for bodily injury to or destruction of tangible property, which are not under policies, and claims of general creditors;~~

~~(7) Class 7. Claims of any state or local government. Claims, including those of any state or local governmental body for a penalty or forfeiture, shall be~~

~~allowed in this class only to the extent of the pecuniary loss sustained from the act, transaction, or proceeding out of which the penalty or forfeiture arose, with reasonable and actual costs occasioned thereby. The remainder of the claim shall be postponed to the class of claims under subdivision (b)(10) of this section;~~

~~(8) Class 8. Claims filed late or any other claims other than claims under subdivisions (b)(9) and (10) of this section;~~

~~(9) Class 9. Surplus notes, or similar obligations, and premium refunds on assessable policies. Payments to members of domestic mutual insurance companies shall be limited in accordance with law;~~

~~(10) Class 10. The claims of shareholders or other owners.~~

~~(c)(1) Every claim under a separate account established under the provisions of § 23-81-402 providing that the income, gains, and losses, realized and unrealized, from assets allocated to the separate account shall be credited to or charged against the account without regard to other income, gains, or losses of the life insurance company and, to the extent provided under the applicable contracts, that that portion of the assets of any such separate account equal to the reserves and other contract liabilities with respect to the separate account shall not be chargeable with liabilities arising out of any other business the company may conduct, shall be satisfied out of the assets in the separate account equal to the reserves maintained in the account for the contracts.~~

~~(2) To the extent, if any, reserves maintained in the separate account are in excess of the amounts needed to satisfy claims under the separate account contracts; the excess shall be treated as general assets of the life insurance company.~~

(a) Every person who receives notice in the form prescribed in § 23-68-125 that an insurer which that person represents as an agent is the subject of a liquidation order, shall within thirty (30) days of such notice provide to the liquidator, in addition to the information the agent may be required to provide pursuant to § 23-68-106, the information in the agent's records related to any policy issued by the insurer through the agent, and, if the agent is a general agent, the information in the general agent's records related to any policy issued by the insurer through an agent under contract to the general agent, including the name and address of the sub-agent. A policy shall be deemed issued through an agent if the agent has a property interest in the expiration of the policy, or if the agent has had in his possession a copy of the declarations of the policy at any time during the life of the policy, except where the ownership of the expiration of the policy has been transferred to another.

(b) Any agent failing to provide information to the liquidator as required in subsection (a) may be subject to payment of a penalty of not more than one

thousand dollars (\$1,000) and the agent's license may be suspended after a hearing held by the commissioner.

SECTION 27. Arkansas Code 23-68-127 is amended to read as follows:

~~23-68-127. Offsets. Actions by and against the liquidator.~~

~~(a) In all cases of mutual debts or mutual credits between the insurer and another person in connection with any action or proceeding under this chapter, the credits and debts shall be set off, and the balance only shall be allowed or paid, except as provided in subsection (b) of this section.~~

~~(b) No offset shall be allowed in favor of any such person where:~~

~~(1) The obligation of the insurer to the person would not at the date of the entry of any liquidation order or otherwise, as provided in § 23-68-124, entitle him to share as a claimant in the assets of the insurer;~~

~~(2) The obligation of the insurer to the person was purchased by or transferred to the person with a view of its being used as an offset; or~~

~~(3) The obligation of the person is to pay an assessment levied against the members of a mutual insurer, or against the subscribers of a reciprocal insurer, or is to pay a balance upon the subscription to the capital stock of a stock insurer.~~

(a) An allegation by the receiver of improper or fraudulent conduct against an officer of the insurer, or any other person, shall not be the basis of a defense to the enforcement of a contractual obligation owed to the insurer by a third party, unless the conduct is found to have been materially and substantially related to the contractual obligation for which enforcement is sought.

(b) Unless the otherwise applicable stay provisions or injunctive provisions are lifted or modified by the domiciliary receivership court, any judgment or order taken by any person against the insurer after the date of the liquidation in any court other than the domiciliary receivership court or a court in which an ancillary proceeding is pending in a reciprocal state, or in contravention of the terms of the injunctive provisions of the court of this state's order of liquidation or rehabilitation, shall automatically place the claim in a priority of class 6 as described in § 23-68-147 of this act, irrespective of what class the claim would have been entitled to without such an order or judgment. Any claimant possessing such a judgment may set aside the judgment as to the insurer and the claims will not be subject to this provision.

SECTION 28. Arkansas Code 23-68-128 is amended to read as follows:

~~23-68-128. Allowance of certain claims. Collection and list of assets.~~

~~(a) No contingent and unliquidated claim shall share in a distribution of the assets of an insurer which has been adjudicated to be insolvent by an order made~~

~~pursuant to this chapter, except that the claim shall be considered, if properly presented, and may be allowed to share where:~~

~~(1) The claim becomes absolute against the insurer on or before the last day for filing claims against the assets of the insurer; or~~

~~(2) There is a surplus and the liquidation is thereafter conducted upon the basis that the insurer is solvent.~~

~~(b) Where an insurer has been so adjudicated to be insolvent, any person who has a cause of action against an insured of the insurer under a liability insurance policy issued by the insurer shall have the right to file a claim in the liquidation proceeding, regardless of the fact that the claim may be contingent, and the claim may be allowed if:~~

~~(1) It may be reasonably inferred from the proof presented upon the claim that the person would be able to obtain a judgment upon the cause of action against the insured; and~~

~~(2) The person shall furnish suitable proof, unless the court for good cause shown shall otherwise direct, that no further valid claim against the insurer arising out of his cause of action other than those already presented can be made; and~~

~~(3) If the total liability of the insurer to all claimants arising out of the same act of its insured shall be no greater than its maximum liability would be were it not in liquidation.~~

~~(c) No judgment against an insured taken after the date of entry of the liquidation order shall be considered in the liquidation proceedings as evidence of liability, or of the amount of damages, and no judgment against an insured taken by default, or by collusion prior to the entry of the liquidation order shall be considered as conclusive evidence in the liquidation proceedings, either of the liability of the insured to the person upon the cause of action or of the amount of damages to which the person is therein entitled.~~

~~(d) No claim of any secured claimant shall be allowed at a sum greater than the difference between the value of the claim without security and the value of the security itself as of the date of the entry of the order of liquidation or such other date set by the court for determining rights and liabilities as provided in § 23-68-124 unless the claimant shall surrender his security to the commissioner, in which event the claim shall be allowed in the full amount for which it is valued.~~

(a) As soon as practicable after the liquidation order, but not later than one hundred twenty (120) days thereafter, the liquidator shall prepare in duplicate a list of the insurer's assets. The list shall be amended or supplemented from time to time as the liquidator may determine. One (1) copy shall be filed in the office of the Clerk

of the Pulaski County Circuit Court and one (1) copy shall be retained for the liquidator's files. All amendments and supplements shall be similarly filed.

(b) The liquidator shall reduce the assets to a degree of liquidity that is consistent with the effective execution of the liquidation.

(c) A submission to the court for disbursement of assets in accordance with § 23-68-138 fulfills the requirements of subsection (a) of this section.

SECTION 29. Arkansas Code 23-68-129 is amended to read as follows:

23-68-129. ~~Time for filing claims.~~ Fraudulent transfers prior to petition.

~~(a) If, upon the entry of an order of liquidation under this chapter or at any time thereafter during liquidation proceedings, the insurer shall not be clearly solvent, the court shall, upon hearing after such notice as it deems proper, make and enter an order adjudging the insurer to be insolvent.~~

~~(b)(1) After the entry of the order of insolvency, regardless of any prior notice that may have been given to creditors, the commissioner shall notify all persons who may have claims against the insurer to file the claims with him, at a place and within the time specified in the notice, or that the claims shall be forever barred.~~

~~(2) The time specified in the notice shall be as fixed by the court for filing of claims and which shall be not less than six (6) months after the entry of the order of insolvency.~~

~~(3) The notice shall be given in such manner and for such reasonable period of time as may be ordered by the court.~~

(a) Every transfer made or suffered and every obligation incurred by an insurer within one (1) year prior to the filing of a successful petition for rehabilitation or liquidation under this act is fraudulent as to then existing and future creditors if made or incurred without fair consideration, or with actual intent to hinder, delay or defraud either existing or future creditors. A transfer made or an obligation incurred by an insurer ordered to be rehabilitated or liquidated under this act, which is fraudulent under this section, may be avoided by the receiver, except as to a person who in good faith is a purchaser, lienor, or obligee for a present fair equivalent value, and except that any purchaser, lienor or obligee, who in good faith has given a consideration less than fair for such transfer, lien, or obligation, may retain the property, lien or obligation as security for repayment. The court may, on due notice, order any such transfer or obligation to be preserved for the benefit of the estate, and in that event, the receiver shall succeed to and may enforce the rights of the purchaser, lienor, or obligee.

(b)(1) A transfer of property other than real property shall be deemed to be made or suffered when it becomes so far perfected that no subsequent lien obtainable by legal or equitable proceedings on a simple contract could become

superior to the rights of the transferee under § 23-68-132(c).

(2) A transfer of real property shall be deemed to be made or suffered when it becomes so far perfected that no subsequent bona fide purchaser from the insurer could obtain rights superior to the rights of the transferee.

(3) A transfer, which creates an equitable lien, shall not be deemed to be perfected if there are available means by which a legal lien could be created.

(4) Any transfer not perfected prior to the filing of a petition for liquidation shall be deemed to be made immediately before the filing of the successful petition.

(5) The provisions of this subsection apply whether or not there are or were creditors who might have obtained any liens, or persons who might have become bona fide purchasers.

(c) Any transaction of the insurer with a reinsurer shall be deemed fraudulent and may be avoided by the receiver under subsection (a) if:

(1) The transaction consists of the termination, adjustment or settlement of a reinsurance contract in which the reinsurer is released from any part of its duty to pay the originally specified share of losses that had occurred prior to the time of the transactions, unless the reinsurer gives a present fair equivalent value for the release; and

(2) Any part of the transaction took place within one (1) year prior to the date of filing of the petition through which the receivership was commenced.

(d) Every person receiving any property from the insurer or any benefit thereof, which is a fraudulent transfer under subsection (a), shall be personally liable therefor and shall be bound to account to the liquidator.

SECTION 30. Arkansas Code 23-68-130 is amended to read as follows:

~~23-68-130. Report and petition for assessment.~~ Recoupment from affiliates.

~~Within three (3) years after the date of the entry of an order of rehabilitation or liquidation of a domestic mutual insurer or a domestic reciprocal insurer, the commissioner may make and file his report and petition to the court setting forth:~~

~~(1) The reasonable value of the assets of the insurer;~~

~~(2) The liabilities of the insurer to the extent thus far ascertained by the commissioner;~~

~~(3) The aggregate amount of the assessment, if any, which the commissioner deems reasonably necessary to pay all claims, the costs and expenses of the collection of the assessments, and the costs and expenses of the delinquency proceedings in full; and~~

~~(4) Any other information relative to the affairs or property of the insurer that the commissioner deems material.~~

(a) If an order instituting a delinquency proceeding against an insurer authorized to do business in this state is entered under this act, the receiver appointed under the order has a right to recover on behalf of the insurer from any affiliate that controlled the insurer the amount of distributions, other than stock dividends paid by the insurer on its capital stock, made at any time during the five (5) years preceding the petition for liquidation, rehabilitation or conservation. This recovery is subject to the limitations of subsections (b) through (g).

(b) No dividend is recoverable if the recipient shows that, when paid, the distribution was lawful and reasonable, and that the insurer did not know and could not reasonably have known that the distribution might adversely affect its solvency.

(c) The maximum amount recoverable under this section is the amount needed, in excess of all other available assets, to pay all claims under the receivership, reduced for each recipient by any amount the recipient has already paid to receivers under similar laws of other states.

(d) Any person who was an affiliate that controlled the insurer at the time the distributions were paid is liable up to the amount of distributions received. Any person who was an affiliate that controlled the insurer at the time the distributions were declared is liable up to the amount of distributions the person would have received if the distributions had been paid immediately. If two (2) or more persons are liable regarding the same distributions, they are jointly and severally liable.

(e) If any person liable under subsection (d) is insolvent, all affiliates that controlled that person at the time the dividend was declared or paid are jointly and severally liable for any resulting deficiency in the amount recovered from the insolvent affiliate.

(f) This section does not enlarge the personal liability of a director under existing law.

(g) An action or proceeding under this section may not be commenced after the earlier of:

(1) Two (2) years after the appointment of a rehabilitator under § 23-68-117 or a liquidator under §23-68-120; or

(2) The date the rehabilitation is terminated under § 23-68-119(c) or the liquidation is terminated under § 23-68-151.

SECTION 31. Arkansas Code 23-68-131 is amended to read as follows:

~~23-68-131. Order and levy of assessment.~~ Fraudulent transfer after petition.

~~(a)(1) Upon the filing and reading of the report and petition provided for in § 23-68-130, the court, ex parte, may order the commissioner to assess all members or subscribers of the insurer who may be subject to the assessment, in such an aggregate amount as the court finds reasonably necessary to pay all valid claims as~~

~~may be timely filed and proved in the delinquency proceedings, together with the costs and expenses of levying and collecting assessments and the costs and expenses of the delinquency proceedings in full.~~

~~(2) Any order shall require the commissioner to assess each member or subscriber for his proportion of the aggregate assessment, according to such reasonable classification of such members or subscribers and formula as may be made by the commissioner and approved by the court.~~

~~(b) The court may order additional assessments upon the filing and reading of any amendment or supplement to the report and petition referred to in subsection (a) of this section if the amendment or supplement is filed within three (3) years after the date of the entry of the order of rehabilitation or liquidation.~~

~~(c) After the entry of the order to levy and assess members or subscribers of an insurer referred to in subsection (a) of this section, the commissioner shall levy and assess members or subscribers in accordance with the order.~~

~~(d) The total of all assessments against any member or subscriber with respect to any policy, whether levied pursuant to this chapter or pursuant to any other provision of this code, shall be for no greater amount than that specified in the policy or policies of the member or subscriber and as limited under this code, except as to any policy which was issued at a rate of premium below the minimum rate lawfully permitted for the risk insured, in which event the assessment against the policyholder shall be upon the basis of the minimum rate for such risk.~~

~~(e) No assessment shall be levied against any member or subscriber with respect to any nonassessable policy issued in accordance with §§ 23-69-125 and 23-70-120.~~

(a) After a petition for rehabilitation or liquidation has been filed, a transfer of any of the real property of the insurer made to a person acting in good faith shall be valid against the receiver if made for a present fair equivalent value; or, if not made for a present fair equivalent value, then to the extent of the present consideration actually paid therefor, for which amount the transferee shall have a lien on the property so transferred. The commencement of a proceeding in rehabilitation or liquidation shall be constructive notice upon the recording of a copy of the petition for or order of rehabilitation or liquidation with the recorder of deeds in the county where any real property in question is located. The exercise by a court of the United States or any state or jurisdiction to authorize or effect a judicial sale of real property of the insurer within any county in any state shall not be impaired by the pendency of such a proceeding unless the copy is recorded in the county prior to the consummation of the judicial sale.

(b) After a petition for rehabilitation or liquidation has been filed, and before

either the receiver takes possession of the property of the insurer or an order of rehabilitation or liquidation is granted:

(1) A transfer of any of the property of the insurer, other than real property, made to a person acting in good faith shall be valid against the receiver if made for a present fair equivalent value; or, if not made for a present fair equivalent value, then to the extent of the present consideration actually paid therefor, for which amount the transferee shall have a lien on the property so transferred.

(2) A person indebted to the insurer or holding property of the insurer may, if acting in good faith, pay the indebtedness or deliver the property, or any part thereof, to the insurer or upon his order, with the same effect as if the petition were not pending.

(3) A person having actual knowledge of the pending rehabilitation or liquidation shall be deemed not to act in good faith.

(4) A person asserting the validity of a transfer under this section shall have the burden of proof. Except as elsewhere provided in this section, no transfer by or on behalf of the insurer after the date of the petition for liquidation by any person other than the liquidator shall be valid against the liquidator.

(c) Every person receiving any property from the insurer or any benefit thereof, which is a fraudulent transfer under subsection (a), shall be personally liable therefor and shall be bound to account to the liquidator.

(d) Nothing in this act shall impair the negotiability of currency or negotiable instruments.

SECTION 32. Arkansas Code 23-68-132 is amended to read as follows:

~~23-68-132. Assessment prima facie correct - Procedures to collect assessment.~~ Voidable preferences and liens.

~~(a) Any assessment of a subscriber or member of an insurer made by the commissioner pursuant to an order of the court fixing the aggregate amount of the assessment against all members or subscribers and approving the classification and formula made by the commissioner under § 23-68-131(a) shall be prima facie correct.~~

~~(b) Each member or subscriber shall be notified of the amount of assessment to be paid by him by written notice mailed to the address of the member or subscriber last of record with the insurer. Failure of the member or subscriber to receive the notice so mailed, within the time specified therein or at all, shall be no defense in any proceeding to collect the assessment.~~

~~(c) If any member or subscriber fails to pay the assessment within the period specified in the notice, which period shall not be less than twenty (20) days after mailing, the commissioner may obtain an order in the delinquency proceedings~~

~~requiring the member or subscriber to show cause at a time and place fixed by the court why judgment should not be entered against the member or subscriber for the amount of the assessment together with all costs, and a copy of the order and a copy of the petition therefor shall be served upon the member or subscriber within the time and in the manner designated in the order.~~

~~(d) If the subscriber or member after due service of a copy of the order and petition referred to in subsection (c) of this section is made upon him:~~

~~(1) Fails to appear at the time and place specified in the order, judgment shall be entered against him as prayed for in the petition; or~~

~~(2) Appears in the manner and form required by law in response to the order, the court shall hear and determine the matter and enter a judgment in accordance with its decision.~~

~~(e) The commissioner may collect the assessment through any other lawful means.~~

(a)(1) A preference is a transfer of any of the property of an insurer to or for the benefit of, a creditor, for or on account of an antecedent debt, made or suffered by the insurer within one (1) year before the filing of a successful petition for liquidation under this act, the effect of which transfer may be to enable the creditor to obtain a greater percentage of this debt than another creditor of the same class would receive. If a liquidation order is entered while the insurer is already subject to a rehabilitation order, then the transfers shall be deemed preferences if made or suffered within one (1) year before the filing of the successful petition for rehabilitation, or within two (2) years before the filing of the successful petition for liquidation, whichever time is shorter.

(2) Any preference may be avoided by the liquidator if:

(A) The insurer was insolvent at the time of the transfer; or

(B) The transfer was made within four (4) months before the filing of the petition; or

(C) The creditor receiving it or to be benefited thereby or his agent acting with reference thereto had, at the time when the transfer was made, reasonable cause to believe that the insurer was insolvent or was about to become insolvent; or

(D) The creditor receiving it was an officer, or any employee or attorney or other person who was in fact in a position of comparable influence in the insurer to an officer, whether or not he held such position, or any shareholder holding directly or indirectly more than five percent (5%) of any class of any equity security issued by the insurer, or any other person, firm, corporation, association, or aggregation of persons with whom the insurer did not deal at arm's length.

(3) Where the preference is voidable, the liquidator may recover the property or, if it has been converted, its value from any person who has received or converted the property; except where a bona fide purchaser or lienor has given less than fair equivalent value, the purchaser or lienor shall have a lien upon the property to the extent of the consideration actually given. Where a preference by way of lien or security title is voidable, the court may on due notice order the lien or title to be preserved for the benefit of the estate, in which event the lien or title shall pass to the liquidator.

(b)(1) A transfer of property other than real property shall be deemed to be made or suffered when it becomes so far perfected that no subsequent lien obtainable by legal or equitable proceedings on a simple contract could become superior to the rights of the transferee.

(2) A transfer of real property shall be deemed to be made or suffered when it becomes so far perfected that no subsequent bona fide purchaser from the insurer could obtain rights superior to the rights of the transferee.

(3) A transfer, which creates an equitable lien, shall not be deemed to be perfected if there are available means by which a legal lien could be created.

(4) A transfer not perfected prior to the filing of a petition for liquidation shall be deemed to be made immediately before the filing of the successful petition.

(5) The provisions of this subsection apply whether or not there are or were creditors who might have obtained liens or persons who might have become bona fide purchasers.

(c)(1) A lien obtainable by legal or equitable proceedings upon a simple contract is one arising in the ordinary course of such proceedings upon the entry or docketing of a judgment or decree, or upon attachment, garnishment, execution, or like process, whether before, upon, or after judgment or decree and whether before or upon levy. It does not include liens, which under applicable law are given a special priority over other liens, which are prior in time.

(2) A lien obtainable by legal or equitable proceedings could become superior to the rights of a transferee, or a purchaser could obtain rights superior to the rights of a transferee within the meaning of subsection (b), if such consequences would follow only from the lien or purchase itself, or from the lien or purchase followed by any step wholly within the control of the respective lienholder or purchaser, with or without the aid of ministerial action by public officials. Such a lien could not, however, become superior and such a purchase could not create superior rights for the purpose of subsection (b) through any acts subsequent to the obtaining of such a lien or subsequent to such a purchase which require the agreement or concurrence of any third party or which require any further judicial action or ruling.

(d) A transfer of property for or on account of a new and contemporaneous consideration which is deemed under subsection (b) to be made or suffered after the transfer because of delay in perfecting it does not thereby become a transfer for or on account of an antecedent debt if any acts required by the applicable law to be performed in order to perfect the transfer as against liens or bona fide purchasers' rights are performed within twenty-one (21) days or any period expressly allowed by the law, whichever is less. A transfer to secure a future loan, if such a loan is actually made, or a transfer, which becomes security for a future loan, shall have the same effect as a transfer for or on account of a new and contemporaneous consideration.

(e) If any lien deemed voidable under subsection (a)(2) has been dissolved by the furnishing of a bond or other obligation, the surety on which has been indemnified directly or indirectly by the transfer of or the creation of a lien upon any property of an insurer before the filing of a petition under this act which results in a liquidation order, the indemnifying transfer or lien shall also be deemed voidable.

(f) The property affected by any lien deemed voidable under subsections (a) and (e) shall be discharged from the lien, and that property and any of the indemnifying property transferred to or for the benefit of a surety shall pass to the liquidator, except that the court may on due notice order any such lien to be preserved for the benefit of the estate and the court may direct that such conveyance be executed as may be proper or adequate to evidence the title of the liquidator.

(g) The Pulaski County Circuit Court shall have summary jurisdiction of any proceeding by the liquidator to hear and determine the rights of any parties under this section. Reasonable notice of any hearing in the proceeding shall be given to all parties in interest, including the obligee of a releasing bond or other like obligation. Where an order is entered for the recovery of indemnifying property in kind or for the avoidance of an indemnifying lien, the court, upon application of any party in interest, shall in the same proceeding ascertain the value of the property or lien, and if the value is less than the amount for which the property is indemnity or than the amount of the lien, the transferee or lienholder may elect to retain the property or lien upon payment of its value, as ascertained by the court, to the liquidator, within such reasonable times as the court shall fix.

(h) The liability of the surety under a releasing bond or other like obligation shall be discharged to the extent of the value of the indemnifying property recovered or the indemnifying lien nullified and avoided by the liquidator, or where the property is retained under subsection (g) to the extent of the amount paid to the liquidator.

(i) If a creditor has been preferred, and afterward in good faith gives the

insurer further credit without security of any kind, for property which becomes a part of the insurer's estate, the amount of the new credit remaining unpaid at the time of the petition may be set off against the preference which would otherwise be recoverable from him.

(j) If an insurer shall, directly or indirectly, within four (4) months before the filing of a successful petition for liquidation under this act, or at any time in contemplation of a proceeding to liquidate it, pay money or transfer property to an attorney at law for services rendered or to be rendered, the transactions may be examined by the court on its own motion or shall be examined by the court on petition of the liquidator and shall be held valid only to the extent of a reasonable amount to be determined by the court, and the excess may be recovered by the liquidator for the benefits of the estate, provided that where the attorney is in a position of influence in the insurer or an affiliate thereof payment of any money or the transfer of any property to the attorney at law for services rendered or to be rendered shall be governed by the provision of subsection (a)(2)(D).

(k)(1) Every officer, manager, employee, shareholder, member, subscriber, attorney or any other person acting on behalf of the insurer, who knowingly participates in giving any preference when he or she has reasonable cause to believe the insurer is or is about to become insolvent at the time of the preference, shall be personally liable to the liquidator for the amount of the preference. It is permissible to infer that there is a reasonable cause to so believe if the transfer was made within four (4) months before the date of filing of this successful petition for liquidation.

(2) Every person receiving any property from the insurer or the benefit thereof as a preference voidable under subsection (a) shall be personally liable therefor and shall be bound to account to the liquidator.

(3) Nothing in this subsection shall prejudice any other claim by the liquidator against any person.

SECTION 33. Arkansas Code 23-68-133 is amended to read as follows:

23-68-133. ~~Reinsurer's liability.~~ Claims of holders of void or voidable rights.

~~(a) The amount recoverable by the liquidator from reinsurers shall not be reduced as a result of the delinquency proceedings, regardless of any provision in the reinsurance contract or other agreement.~~

~~(b) All reinsurance contracts to which an insurer domiciled in this state is a party that do not contain the provisions required with respect to the obligation of reinsurers in the event of insolvency of the reinsured in order to obtain credit for reinsurance or other applicable statutes, shall be construed to contain the following provisions:~~

~~(1)(A) In the event of insolvency and the appointment of a receiver, the reinsurance obligation shall be payable to the receiver upon demand, with reasonable provision for verification, on the basis of claims allowed pursuant to this subchapter, without diminution because of the insolvency or because the receiver has failed to pay all or a portion of any claims.~~

~~(B) Payments by the reinsurer as set forth above shall be made directly to the ceding insurer or to its receiver; and~~

~~(2)(A) The receiver of a reinsured company shall give written notice of the pendency of a claim against the reinsured company indicating the policy or bond reinsured within a reasonable time after the claim is filed.~~

~~(B) The receiver of a reinsured company may arrange for the giving of notice of the pendency of claims on reinsured policies by guaranty funds or by other persons responsible for the adjustment and settlement of the reinsured company's claims.~~

~~(C) Failure to give notice shall not excuse the obligation of the reinsurer unless it is substantially prejudiced thereby.~~

~~(D) The reinsurer may interpose, at its own expense, in the proceeding where the claim is to be adjudicated, any defense or defenses which it may deem available to the reinsured company or its receiver.~~

~~(c)(1) Payments by the reinsurer as set forth shall be made directly to the ceding insurer or its receiver, except where the contract of insurance or reinsurance specifically provides for another payee in the event of insolvency of the ceding insurer in accordance with any applicable requirements of statutes, rules, or orders of the domiciliary state of the ceding insurer.~~

~~(2) The receiver shall be entitled to recover from any person who unsuccessfully makes a claim directly against the reinsurer the receiver's attorneys' fees and expenses incurred in preventing any collection by the person.~~

~~(d) This section shall become effective on and after January 1, 1998, and shall apply to all contracts entered into, renewed, extended, or amended on or after that date, and to obligations arising from any business written or transaction occurring covered by reinsurance after January 1, 1998, pursuant to any contract, including those in existence prior to the effective date.~~

(a) No claims of a creditor who has received or acquired a preference, lien, conveyance, transfer, assignment or encumbrance voidable under this act, shall be allowed unless he surrenders the preference, lien, conveyance, transfer, assignment or encumbrance. If the avoidance is effected by a proceeding in which a final judgment has been entered, the claim shall not be allowed unless the money is paid or the property is delivered to the liquidator within thirty (30) days from the date of

the entering of the final judgment, except that the court having jurisdiction over the liquidation may allow further time if there is an appeal or other continuation of the proceeding.

(b) A claim allowable under subsection (a) by reason of the avoidance, whether voluntary or involuntary, or a preference, lien, conveyance, transfer, assignment or encumbrance, may be filed as an excused late filing under § 23-68-139 if filed within thirty (30) days from the date of the avoidance, or within the further time allowed by the court under subsection (a).

SECTION 34. Arkansas Code 23-68-134 is amended to read as follows:

~~23-68-134. Priority of distribution of claims - Legislative intent. Setoffs.~~

~~It is the intent of the General Assembly that § 23-68-126 as amended by this act apply to pending and future claims in existing delinquency proceedings as well as to claims in delinquency proceedings arising after July 2, 1997; that, in light of the ruling of the United States Supreme Court in U.S. Department of the Treasury v. Fabe, 113 S.Ct. 2202 (1993), the General Assembly considers this act to be curative, remedial and not affecting substantive rights in the distribution of assets in delinquency proceedings; that this Act is necessary to cure any potential defect in the present priority of distribution scheme that may result from the Fabe decision and to preserve the original intent of the General Assembly with regard to the priorities of payment in delinquency proceedings.~~

(a) Mutual debts or mutual credits, whether arising out of one or more contracts between the insurer and another person in connection with any action or proceeding under this act, shall be set off and the balance only shall be allowed or paid, except as provided in subsections (b), (c) and (d) and § 23-68-137.

(b) No setoff shall be allowed in favor of any person where:

(1) The obligation of the insurer to the person would not at the date of the filing of a petition for liquidation entitle the person to share as a claimant in the assets of the insurer; or

(2) The obligation of the insurer to the person was purchased by or transferred to the person with a view to its being used as a setoff; or

(3) The obligation of the insurer is owed to an affiliate of such person, or any other entity or association other than the person; or

(4) The obligation of the person is owed to an affiliate of the insurer, or any other entity or association other than the insurer; or

(5) The obligation of the person is to pay an assessment levied against the members or subscribers of the insurer, or is to pay a balance upon a subscription to the capital stock of the insurer, or is in any other way in the nature of a capital contribution; or

(6) The obligations between the person and the insurer arise from business which is both ceded to and assumed from the insurer except that the rehabilitator may, with regard to such business, allow certain setoffs in rehabilitation if he/she shall find the allowance of said setoffs appropriate.

(c) The liquidator shall provide persons that assumed business from the insurer with accounting statements identifying debts, which are currently due, and payable. Such persons may set off against such debts only mutual credits which are currently due and payable by the insurer to such persons for the period covered by the accounting statement.

(d) A person that ceded business to the insurer may set off debts due the insurer against only those mutual credits which the person has paid or which have been allowed in the insurer's delinquency proceeding.

(e) Notwithstanding the foregoing, a setoff of sums due on obligations in the nature of those set forth in subsection (b)(6) shall be allowed for those sums accruing from business written where the contracts were entered into, renewed or extended with the express written approval of the commissioner of insurance of the state of domicile of the now insolvent insurer, when in the judgment of such commissioner it was necessary to provide reinsurance in order to prevent or mitigate a threatened impairment or insolvency of a domiciliary insurer in connection with the exercise of the commissioner's regulatory responsibilities.

(f) These amendments shall become effective six (6) months from the date of enactment and shall apply to all contracts entered into, renewed, extended or amended on or after that date, and to debts or credits arising from any business written or transactions occurring after the effective date pursuant to any contract including those in existence prior to the effective date, and shall supersede any agreements or contractual provisions which might be construed to enlarge the setoff rights of any person under any contract with the insurer. For purposes of this section, any change in the terms of, or consideration for, any such contract shall be deemed an amendment.

SECTION 35. Arkansas Code Title 23, Chapter 68, Subchapter 1 is amended to add additional sections to read as follows:

23-68-135. Assessments.

(a) As soon as practicable, but not more than two (2) years from the date of an order of liquidation under § 23-68-120 of an insurer issuing assessable policies, the liquidator shall make a report to the court setting forth:

- (1) The reasonable value of the assets of the insurer;
- (2) The insurer's probable total liabilities;
- (3) The probable aggregate amount of the assessment necessary to

pay all claims of creditors and expenses in full, including expenses of administration and costs of collecting the assessment; and

(4) A recommendation as to whether or not an assessment should be made and in what amount.

(b)(1) Upon the basis of the report provided in subsection (a), including any supplements and amendments thereto, the Pulaski County Circuit Court may levy one or more assessments against all members of the insurer who are subject to assessment.

(2) Subject to any applicable legal limits on accessibility, the aggregate assessment shall be for the amount that the sum of the probable liabilities, the expenses of administration, and the estimated cost of collection of the assessment, exceeds the value of existing assets, with due regard being given to assessments that cannot be collected economically.

(c) After levy of assessment under subsection (b), the liquidator shall issue an order directing each member who has not paid the assessment pursuant to the order, to show cause why the liquidator should not pursue a judgment therefor.

(d) The liquidator shall give notice of the order to show cause by publication and by first class mail to each member liable thereunder mailed to the member's last known address as it appears on the insurer's records, at least twenty (20) days before the return day of the order to show cause.

(e)(1) If a member does not appear and serve duly verified objections upon the liquidator on or before the return day of the order to show cause under subsection (c), the court shall make an order adjudging the member liable for the amount of the assessment against the member pursuant to subsection (c) together with costs, and the liquidator shall have a judgment against the member therefor.

(2) If on or before such return day, the member appears and serves duly verified objections upon the liquidator, the commissioner may hear and determine the matter or may appoint a referee to hear it and make such order as the facts warrant. In the event that the commissioner determines that such objections do not warrant relief from assessment, the member may request the court to review the matter and vacate the order to show cause.

(f) The liquidator may enforce any order or collect any judgment under subsection (e) by any lawful means.

23-68-136. Reinsurer's liability.

(a) The amount recoverable by the liquidator from reinsurers shall not be reduced as a result of the delinquency proceedings, regardless of any provision in the reinsurance contract or other agreement.

(b) All reinsurance contracts to which an insurer domiciled in this state is a

party that do not contain the provisions required with respect to the obligation of reinsurers in the event of insolvency of the reinsured in order to obtain credit for reinsurance or other applicable statutes, shall be construed to contain the following provisions:

(1) In the event of insolvency and the appointment of a receiver, the reinsurance obligation shall be payable to the receiver upon demand, with reasonable provision for verification, on the basis of claims allowed pursuant to § 23-68-148 of this act, without diminution because of the insolvency or because the receiver has failed to pay all or a portion of any claims. Payments by the reinsurer as set forth above shall be made directly to the ceding insurer or to its receiver; and

(2) The receiver of a reinsured company shall give written notice of the pendency of a claim against the reinsured company indicating the policy or bond reinsured, within a reasonable time after the claim is filed. The receiver of a reinsured company may arrange for the giving of notice of the pendency of claims on reinsured policies by guaranty funds or by other persons responsible for the adjustment and settlement of the reinsured company's claims. Failure to give notice shall not excuse the obligation of the reinsurer unless it is substantially prejudiced thereby. The reinsurer may interpose, at its own expense, in the proceeding where the claim is to be adjudicated, any defense or defenses which it may deem available to the reinsured company or its receiver.

(c) Payments by the reinsurer as set forth shall be made directly to the ceding insurer or its receiver, except where the contract of insurance or reinsurance specifically provides for another payee in the event of insolvency of the ceding insurer in accordance with any applicable requirements of statutes, rules or orders of the domiciliary state of the ceding insurer. The receiver shall be entitled to recover from any person, who unsuccessfully makes a claim directly against the reinsurer, the receiver's attorneys' fees and expenses incurred in preventing any collection by such person.

(d) These amendments shall become effective six (6) months from the date of enactment and shall apply to all contracts entered into, renewed, extended or amended on or after that date, and to obligations arising from any business written or transaction occurring covered by reinsurance after the effective date pursuant to any contract including those in existence prior to the effective date.

23-68-137. Recovery of premiums owed.

(a)(1) An insured is obligated to pay, either directly to the liquidator or to any agent that has paid or is obligated to pay the liquidator on behalf of the insured, any unpaid earned premium or retrospectively rated premium due the insurer based on the termination of coverage under § 23-68-122 of this act. Premium on surety

business is deemed earned at inception if no policy term can be determined. All other premium will be deemed earned and will be prorated over the determined policy term, regardless of any provision in the bond, guaranty, contract or other agreement. If a claim for losses incurred under a policy is approved by the court under § 23-68-148(b), then all premium for the full policy term is deemed earned.

(2) Any person, other than the insured, responsible for the payment of a premium is obligated to pay any unpaid premium, including any amount representing commissions, for the full policy term due the insurer at the time of the entry of the liquidation order, whether earned or unearned based on the termination of coverage under § 23-68-122 of this act, as shown on the records of the insurer. The unpaid premium due the insurer from any person other than the insured excludes any premium not collected from the insured and not earned based on the termination of coverage under § 23-68-122 of this act.

(3) The liquidator shall also have the right to recover from any person, other than the insured, responsible for the payment of a premium, any unearned commission of such person based on the termination of coverage under § 23-68-122. Credits or setoffs or both shall not be allowed to an agent, broker, premium finance company, or any other person against unpaid premium due the insurer for any amounts advanced to the insurer by such person on behalf of, but in the absence of a payment by, the insured, or for any other amount paid by such person to any other person after the entry of the order of liquidation.

(4) Persons that collect premium, or finance premium under a premium finance contract, that is due the insurer in liquidation are deemed to hold that premium in trust as a fiduciary for the benefit of the insurer and to have availed themselves of the laws of this state, regardless of any provision in any agency contract or other agreement.

(5) Any premium finance company is obligated to pay any amounts due the insurer from premium finance contracts, whether the premium is earned or unearned. The liquidator has the right to collect any unpaid financed premium directly from the premium finance company, by taking an assignment of the underlying premium finance contracts, or directly from the insured that is a party to the premium finance contract.

(b) Upon satisfactory evidence of a violation of this section, by a person other than an insured, the commissioner may pursue either one or all of the following courses of action:

(1) Suspend, revoke, or refuse to renew the licenses of such offending party or parties.

(2) Impose a penalty of not more than one thousand dollars (\$1,000)

for each and every act in violation of this section by said party or parties.

(3) Impose any other sanction or penalty allowed for by the commissioner.

(c) Before the commissioner shall take any action as set forth in subsection (b), written notice shall be given to the person, company, association or exchange accused of violating the law, stating specifically the nature of the alleged violation, and fixing a time and place, at least ten (10) days thereafter, when a hearing on the matter shall be held. After a hearing, or upon failure of the accused to appear at a hearing, the commissioner, if a violation is found, shall impose such of the penalties under subsection (b) as deemed advisable.

23-68-138. Domiciliary liquidator's proposal to distribute assets.

(a) Within one hundred twenty (120) days of a final determination of insolvency of an insurer by a court of competent jurisdiction of this state, the liquidator shall make application to the court for approval of a proposal to disburse assets out of marshalled assets, from time to time as such assets become available, to a guaranty association having obligations because of the insolvency. If the liquidator determines that there are insufficient assets to disburse, the application required by this section shall be considered satisfied by a filing by the liquidator stating the reasons for this determination.

(b) The proposal shall at least include provisions for:

(1) Reserving amounts for the payment of expenses of administration and the payment of claims of secured creditors, to the extent of the value of the security held, and claims falling within the priorities established in § 23-68-147, Classes 1 and 2;

(2) Disbursement of the assets marshalled to date and subsequent disbursement of assets, as they become available;

(3) Equitable allocation of disbursements to each of the guaranty associations entitled thereto;

(4) The securing by the liquidator from each of the guaranty associations entitled to disbursements pursuant to this section of an agreement to return to the liquidator such assets, together with investment income actually earned on assets previously disbursed, as may be required to pay claims of secured creditors and claims falling within the priorities established in § 23-68-147 in accordance with such priorities. No bond shall be required of the association; and

(5) A full report to be made by each guaranty association to the liquidator accounting for all assets so disbursed to the association, all disbursements made therefrom, any interest earned by the association on the assets and any other matter as the court may direct.

(c) The liquidator's proposal shall provide for disbursements to the associations in amounts estimated at least equal to the claim payments and allocated loss adjustment expenses made or to be made thereby for which such associations could assert a claim against the liquidator, and shall further provide that if the assets available for disbursement from time to time do not equal or exceed the amount of claim payments made or to be made by the association, then disbursements shall be in the amount of available assets. The liquidator shall annually make disbursements to the associations to the extent of available assets subject to the provisions of subsection (b)(1). The liquidator shall liquidate the assets of the insurer in an expeditious manner, but is not required to make forced or quick sales that would result in obtaining less than market value for assets. Unless otherwise provided for by the court, the reserves of the insolvent insurer as reflected in its records on the date of the order of liquidation shall be used for purposes of determining the pro rata allocations of funds among eligible associations.

(d) The liquidator's proposal shall, with respect to an insolvent insurer writing life or health insurance or annuities, provide for disbursements of assets to any guaranty association covering life or health insurance or annuities or to any other entity or organization reinsuring, assuming or guaranteeing policies or contracts of insurance under the acts creating such associations.

(e) Notice of the application shall be given to the association in and to the commissioners of insurance of each of the states. Any such notice shall be deemed to have been given when deposited in the United States certified mails, first class postage prepaid, at least thirty (30) days prior to submission of the application to the court. Action on the application may be taken by the court provided the above required notice has been given, and provided further that the liquidator's proposal complies with subsection (b)(1) and (b)(2).

(f) The liquidator may offset the amount to be disbursed to the applicable guaranty association and any entity or person performing a function in any state similar to that function performed by the applicable guaranty association by the amount of any "special deposit" and any other statutory deposit or asset of the insolvent insurer held in that state unless the state or ancillary receiver agrees to promptly return the asset to the domiciliary liquidator in this state.

23-68-139. Filing of claims.

(a) Proof of all claims shall be filed with the liquidator in the form required by § 23-68-140 on or before the last day for filing specified in the notice required under § 23-68-125, except that proof of claims for cash surrender values or other investment values in life insurance and annuities need not be filed unless the liquidator expressly so requires. Provided, however, only upon application of the

liquidator, the court may allow alternative procedures and requirements for the filing of proofs of claim or for allowing or proving claims. Upon application, if the court dispenses with the requirements of filing a proof of claim by a person, class or group of persons, a proof of claim for such persons shall be deemed as having been filed for all purposes, including the application of guaranty association or foreign guaranty association laws.

(b) The liquidator may permit a claimant making a late filing to share in distributions, whether past or future, as if the claimant were not late, to the extent that the payment will not prejudice the orderly administration of the liquidation, under the following circumstances:

(1) The existence of the claim was not known to the claimant and that the claimant filed the claim as promptly thereafter as reasonably possible after learning of it;

(2) A transfer to a creditor was avoided under §§ 23-68-129, 23-68-131 or 23-68-132, or was voluntarily surrendered under § 23-68-133, and that the filing satisfies the conditions of § 23-68-133; or

(3) The valuation under § 23-68-145 of security held by a secured creditor shows a deficiency, which is filed within thirty (30) days after the valuation.

(c) The liquidator may consider any claim filed late which is not covered by subsection (b), and permit it to receive distributions, which are subsequently declared on any claims of the same or lower priority if the payment does not prejudice the orderly administration of the liquidation. The late filing claimant shall receive, at each distribution, the same percentage of the amount allowed on the claim as is then being paid to claimants of any lower priority. This shall continue until the claim has been paid in full.

23-68-140. Proof of claim.

(a) Proof of claim shall consist of a statement signed by the claimant that includes all of the following that are applicable:

(1) The particulars of the claim including the consideration given for it;

(2) The identity and amount of the security on the claim;

(3) The payments made on the debt, if any;

(4) That the sum claimed is justly owing and that there is no setoff, counterclaim or defense to the claim;

(5) Any right of priority of payment or other specific right asserted by the claimants;

(6) A copy of the written instrument which is the foundation of the claim;

(7) The name and address of the claimant and the attorney who

represents the claimant, if any; and

(8) The social security or federal employer identification number of the claimant.

(b) No claim need be considered or allowed if it does not contain all the information in subsection (a) which may be applicable. The liquidator may require that a prescribed form be used, and may require that other information and documents be included.

(c) At any time the liquidator may request the claimant to present information or evidence supplementary to that required under subsection (a) and may take testimony under oath, require production of affidavits or depositions, or otherwise obtain additional information or evidence.

(d) No judgment or order against an insured or the insurer entered after the date of filing of a successful petition for liquidation, and no judgment or order against an insured or the insurer entered at any time by default or by collusion need be considered as evidence of liability or of quantum of damages. No judgment or order against an insured or the insurer entered within four (4) months before the filing of the petition need be considered as evidence of liability or of the quantum of damages.

(e) A guaranty association shall be permitted to file a single omnibus proof of claim for all claims of the association in connection with payment of claims of the insolvent insurer. The omnibus proof of claim may be periodically updated by the association, and the association may be required to submit a reasonable amount of documentation in support of the claim.

23-68-141. Special claims.

(a) Claims made under employment contracts by directors, principal officers, or persons in fact performing similar functions or having similar powers are limited to payment for services rendered prior to the issuance of any order of rehabilitation or liquidation under §§ 23-68-117 or 23-68-120.

(b) When a liquidation order has been entered in a proceeding against an insurer, any insured, reinsured, reinsurer, third party person who has a cause of action against an insured of the insurer, or any other person or entity that has a claim or cause of action against the insurer, shall have the right to file a claim in the proceeding, regardless of the fact that the claim may be contingent, unliquidated or immature. For purposes of this section:

(1) A claim is contingent if the accident, casualty, disaster or loss insured or reinsured against occurred on or before the date fixed under § 23-68-120, but the act or event triggering the company's obligation to pay has not occurred as of that date;

(2) A claim is unliquidated if the amount of the claim has not been determined;

(3) A claim is immature if payment on the claim is not yet due.

(c) A contingent, unliquidated or immature claim may share in a distribution of assets provided that, as of the time of the allowance or disallowance of the claim by the court:

(1) If the claim was a contingent claim against the insurer as of the date established under § 23-68-120, the claimant has presented proof of the insurer's obligation to pay reasonably satisfactory to the receiver.

(2) If the claim was a contingent claim as of the date established under § 23-68-120 of this act and was based upon a cause of action against an insured of the insurer:

(A) It may be reasonably inferred from proof presented upon the claim that the claimant would be able to obtain a judgment;

(B) The person has furnished suitable proof, unless the court for good cause shown shall otherwise direct, that no further valid claims can be made against the insurer arising out of the cause of action other than those already presented; and

(C) The total liability of the insurer to all claimants arising out of the same act shall be no greater than its total liability would be were it not in liquidation. In those cases, insureds may include in contingent claims reasonable attorney fees for services rendered after the date of liquidation, in defense of claims or suits covered by the insured's policy, provided the attorney fees have been paid by the insured and evidence of payment is presented to the receiver.

(3) If the claim was unliquidated as of the date established under § 23-68-120, its amount has been determined. In those cases, the determination and allowance of unliquidated claims may be made by estimate whenever the receiver determines that either liquidation of the claim would unduly delay the administration of the liquidation proceeding, or that the administrative expenses of processing and adjudicating the claims or group of claims of a similar type would be unduly excessive when compared with the assets that are estimated to be available for distribution with respect to the claim. Any estimate shall be based upon an accepted method of valuing claims with reasonable certainty, such as actuarial evaluation; or

(4) If the claim was immature as of the date established under § 23-68-120, it shall be discounted at the higher of the legal rate of interest accruing on judgments or the rate of interest available on United States Treasury securities of approximately the same maturity.

(d) Notwithstanding the foregoing, any insured shall have the right to file a

claim for the protection afforded under the insured's policy, irrespective of whether a claim is then known, if the policy is an occurrence policy. Thereafter, at such time that a specific claim is made by or against the insurer, the insured shall supplement his claim and the receiver shall treat the same as a contingent, unliquidated or immature claim. Any such claims of policyholders for the protection under an occurrence policy remaining at or near the closing of the estate shall be disposed of in accordance with § 23-68-148(c).

23-68-142. Special provisions for third party claims.

(a) Whenever any third party asserts a cause of action against an insured of an insurer in liquidation, the third party may file a claim with the liquidator on or before the last day for filing claims.

(b) Whether or not the third party files a claim, the insured may file a claim on the insured's own behalf in the liquidation. To the extent the insured files a claim, it is sufficient to cover all related third party claims. If the insured fails to file a claim by the date for filing claims specified in the order of liquidation or within sixty (60) days after mailing of the notice required by § 23-68-125, whichever is later, the insured is an unexcused late filer.

(c) The liquidator shall make recommendations to the court under § 23-68-147, for the allowance of an insured's claim under subsection (b) after consideration of the probable outcome of any pending action against the insured on which the claim is based, the probable damages recoverable in the action and the probable costs and expenses of defense. After allowance by the court, the liquidator shall withhold any dividends payable on the claim, pending the outcome of litigation and negotiation with the insured. Whenever it seems appropriate, the liquidator shall reconsider the claim on the basis of additional information and amend the recommendations to the court. The insured shall be afforded the same notice and opportunity to be heard on all changes in the recommendation as in its initial determination. The court may amend its allowance, as it thinks appropriate. As claims against the insured are settled or barred, the insured shall be paid from the amount withheld the same percentage dividend as was paid on other claims of like property, based on the lesser of the amount actually recovered from the insured by action or paid by agreement plus the reasonable costs and expense of defense, or the amount allowed on the claims by the court. After all claims are settled or barred, any sum remaining from the amount withheld shall revert to the undistributed assets of the insurer. Delay in final payment under this subsection shall not be a reason for unreasonable delay of final distribution and discharge of the liquidator.

(d) If several claims founded upon one policy are filed, whether by third parties or as claims by the insured under this section, and the aggregate allowed

amount of the claims is equal to the aggregate policy limits, no further amounts may be allowed and any additional claims may be rejected. Claims by the insured shall be evaluated as in subsection (c). If any insured's claim is subsequently reduced under subsection (c), the amount thus freed shall be apportioned ratably among the claims which have been reduced under this subsection.

(e) No claim may be presented under this section if it is or may be covered by any guaranty association.

23-68-143. Disputed claims.

(a) When a claim is denied in whole or in part by the liquidator, written notice of the determination shall be given to the claimant or the claimant's attorney by first class mail at the address shown in the proof of claim. Within thirty (30) days from the mailing of the notice, the claimant may file objections with the liquidator. Any filed objections shall clearly set out all facts and the legal basis, if any, for the objections and the reasons why the claim should be allowed. If no such filing is made, the determination is final.

(b) Whenever objections are filed with the liquidator and the liquidator does not alter the determination of the claim as a result of the objections, the liquidator shall ask the court for a hearing as soon as practicable and give notice of the hearing by first class mail to the claimant or the claimant's attorney and to any other persons directly affected, not less than ten (10) nor more than thirty (30) days before the date of the hearing. The matter may be heard by the court or by a court-appointed referee. The hearing shall be conducted on the record in an informal manner and the formal rules of evidence and civil procedure need not be strictly applied. Hearings shall be held without a jury. Prehearing discovery shall be limited to such pretrial discovery as expressly permitted in arbitration proceedings under the Uniform Arbitration Act.

(c) When a disputed claim is heard by a referee, the referee shall submit written findings of fact and conclusions of law along with the recommendation for disposition to the court. The referee's recommendation shall become the final judgment of the court, unless objections to the referee's recommendation are filed by the liquidator or claimant with the court within fifteen (15) days after the recommendation is mailed to the liquidator and claimant.

(d) The final disposition by the court of a disputed claim, whether after a hearing by the court or after a recommendation by a referee, shall be deemed a final judgment for purposes of appeal.

(e) The courts of this state may make special rules of civil procedure for disputed claims, provided that the rules are not inconsistent with this act.

23-68-144. Claims of surety

Whenever an obligee whose claim against an insurer is secured, in whole or in part, by the undertaking of another person, fails to prove and file that claim, the other person may do so in the obligee's name, and shall be subrogated to the rights of the obligee, whether the claim has been filed by the obligee or by the other person in the obligee's name, to the extent that the obligee discharges the undertaking. In the absence of an agreement with the obligee to the contrary, the other person shall not be entitled to any distribution, however, until the amount paid to the obligee on the undertaking plus the distributions paid on the claim from the insurer's estate to the obligee equals the amount of the entire claim of the obligee. Any excess received by the obligee shall be held by the obligee in trust for such other person. The term "other person" as used in this section is not intended to apply to a guaranty association.

23-68-145. Secured creditor's claims

(a) The value of any security held by a secured creditor shall be determined in one of the following ways, as the court may direct:

(1) By converting the same into money according to the terms of the agreement pursuant to which the security was delivered to such creditors; or

(2) By agreement, arbitration, compromise or litigation between the creditor and the liquidator.

(b) The determination shall be under the supervision and control of the court with due regard for the recommendation of the liquidator. The amount so determined shall be credited upon the secured claim, and any deficiency shall be treated as an unsecured claim. If the claimant shall surrender the claimant's security to the liquidator, the entire claim shall be allowed as if unsecured.

23-68-146. Qualified financial contracts.

(a) Notwithstanding any other provision of this act, including any other provision of this act permitting the modification of contracts, or other law of a state, no person shall be stayed or prohibited from exercising:

(1) A contractual right to terminate, liquidate or close out any netting agreement or qualified financial contract with an insurer because of:

(A) The insolvency, financial condition or default of the insurer at any time, provided that the right is enforceable under applicable law other than this act; or

(B) The commencement of a formal delinquency proceeding under this act.

(2) Any right under a pledge, security, collateral or guarantee agreement or any other similar security arrangement or credit support document

relating to a netting agreement or qualified financial contract.

(3) Subject to any provision of § 23-68-134(b) of this act, any right to set off or net out any termination value, payment amount, or other transfer obligation arising under or in connection with a netting agreement or qualified financial contract where the counterparty or its guarantor is organized under the laws of the United States or a state or foreign jurisdiction approved by the Securities Valuation Office (SVO) of the NAIC as eligible for netting.

(b) Upon termination of a netting agreement, the net or settlement amount, if any, owed by a non-defaulting party to an insurer against which an application or petition has been filed under this act shall be transferred to or on the order of the receiver for the insurer, even if the insurer is the defaulting party, notwithstanding any provision in the netting agreement that may provide that the non-defaulting party is not required to pay any net or settlement amount due to the defaulting party upon termination. Any limited two-way payment provision in a netting agreement with an insurer that has defaulted shall be deemed to be a full two-way payment provision as against the defaulting insurer. Any such property or amount shall, except to the extent it is subject to one or more secondary liens or encumbrances, be a general asset of the insurer.

(c) In making any transfer of a netting agreement or qualified financial contract of an insurer subject to a proceeding under this act, the receiver shall either:

(1) Transfer to one party, other than an insurer subject to a proceeding under this act, all netting agreements and qualified financial contracts between a counterparty or any affiliate of the counterparty and the insurer that is the subject of the proceeding, including:

(A) All rights and obligations of each party under each such netting agreement and qualified financial contract; and

(B) All property, including any guarantees or credit support documents, securing any claims of each party under each such netting agreement and qualified financial contract; or

(2) Transfer none of the netting agreements, qualified financial contracts, rights, obligations or property referred to in subdivision (1), with respect to the counterparty and any affiliate of the counterparty.

(d) If a receiver for an insurer makes a transfer of one or more netting agreements or qualified financial contracts, then the receiver shall use its best efforts to notify any person who is party to the netting agreements or qualified financial contracts of the transfer by 12:00 noon, the receiver's local time, on the business day following the transfer. For purposes of this subsection, "business day" means a day other than a Saturday, Sunday or any day on which either the New York Stock

Exchange or the Federal Reserve Bank of New York is closed.

(e) Notwithstanding any other provision of this act, a receiver may not avoid a transfer of money or other property arising under or in connection with a netting agreement or qualified financial contract, or any pledge, security, collateral or guarantee agreement or any other similar security arrangement or credit support document relating to a netting agreement or qualified financial contract, that is made before the commencement of a formal delinquency proceeding under this act. However, a transfer may be avoided under § 23-68-129(a) of this act if the transfer was made with actual intent to hinder, delay or defraud the insurer, a receiver appointed for the insurer, or existing or future creditors.

(f) In exercising any of its powers under this act to disaffirm or repudiate a netting agreement or qualified financial contract, the receiver must take action with respect to each netting agreement or qualified financial contract and all transactions entered into in connection therewith, in its entirety. Notwithstanding any other provision of this act, any claim of a counterparty against the estate arising from the receiver's disaffirmance or repudiation of a netting agreement or qualified financial contract that has not been previously affirmed in the liquidation or the immediately preceding rehabilitation case shall be determined and shall be allowed or disallowed as if the claim had arisen before the date of the filing of the petition for liquidation or, if a rehabilitation proceeding is converted to a liquidation proceeding, as if the claim had arisen before the date of the filing of the petition for rehabilitation. The amount of the claim shall be the actual direct compensatory damages determined as of the date of the disaffirmance or repudiation of the netting agreement or qualified financial contract. The term "actual direct compensatory damages" does not include punitive or exemplary damages, damages for lost profit or lost opportunity, or damages for pain and suffering, but does include normal and reasonable costs of cover or other reasonable measures of damages utilized in the derivatives market for the contract and agreement claims.

(g) The term "contractual right" as used in this section includes any right, whether or not evidenced in writing, arising under statutory or common law, a rule or bylaw of a national securities exchange, national securities clearing organization or securities clearing agency, a rule or bylaw, or a resolution of the governing body, of a contract market or its clearing organization, or under law merchant.

(h) The provisions of this section shall not apply to persons who are affiliates of the insurer that is the subject of the proceeding.

(i) All rights of counterparties under this act shall apply to netting agreements and qualified financial contracts entered into on behalf of the general account or separate accounts if the assets of each separate account are available only to

counterparties to netting agreements and qualified financial contracts entered into on behalf of that separate account.

23-68-147. Priority of distribution.

The priority of distribution of claims from the insurer's estate shall be in accordance with the order in which each class of claims is set forth in this section. Every claim in each class shall be paid in full or adequate funds retained for such payment before the members of the next class receive any payment. Once such funds are retained by the liquidator and approved by the court, the insurer's estate shall have no further liability to members of that class except to the extent of the retained funds and any other undistributed funds. No subclasses shall be established within any class except as provided in § 23-68-124(a)(12). No claim by a shareholder, policyholder or other creditor shall be permitted to circumvent the priority classes through the use of equitable remedies. The order of distribution of claims shall be:

(a) Class 1. The costs and expenses of administration expressly approved by the receiver, including but not limited to the following:

(1) The actual and necessary costs of preserving or recovering the assets of the insurer;

(2) Compensation for all authorized services rendered in the conservation, rehabilitation or liquidation;

(3) Any necessary filing fees;

(4) The fees and mileage payable to witnesses; and

(5) Authorized reasonable attorney's fees and other professional services rendered in the conservation, rehabilitation or liquidation.

(b) Class 2. The administrative expenses of guaranty associations. For purposes of this section, these expenses shall be the reasonable expenses incurred by guaranty associations where the expenses are not payments or expenses which are required to be incurred as direct policy benefits in fulfillment of the terms of the insurance contract or policy, and that are of the type and nature that, but for the activities of the guaranty association, otherwise would have been incurred by the receiver, including but not limited to evaluations of policy coverage, activities involved in the adjustment and settlement of claims under policies, including those of in-house or outside adjusters, and the reasonable expenses incurred in connection with the arrangements for ongoing coverage through transfer to other insurers, policy exchanges or maintaining policies in force. The receiver may in his or her sole discretion approve as an administrative expense under this section any other reasonable expenses of the guaranty association if the receiver finds:

(1) The expenses are not expenses required to be paid or incurred as

direct policy benefits by the terms of the policy; and

(2) The expenses were incurred in furtherance of activities that provided a material economic benefit to the estate as a whole, irrespective of whether the activities resulted in additional benefits to covered claimants. The court shall approve such expenses unless it finds the receiver abused his or her discretion in approving the expenses.

If the receiver determines that the assets of the estate will be sufficient to pay all Class 1 claims in full, Class 2 claims shall be paid currently, provided that the liquidator shall secure from each of the associations receiving disbursements pursuant to this section an agreement to return to the liquidator such disbursements, together with investment income actually earned on such disbursements, as may be required to pay Class 1 claims. No bond shall be required of any such association.

(c) Class 3. All claims under policies including claims of the federal or any state or local government for losses incurred, ("loss claims") including third party claims, claims for unearned premiums, and all claims of a guaranty association, for payment of covered claims or covered obligations of the insurer. All claims of a guaranty association for reasonable expenses other than those included in Class 2. All claims under life and accident and health insurance and annuity policies, whether for death proceeds, health benefits, annuity proceeds, or investment values shall be treated as loss claims. That portion of any loss, indemnification for which is provided by other benefits or advantages recovered by the claimant, shall not be included in this class, other than benefits or advantages recovered or recoverable in discharge of familial obligation of support or by way of succession at death or as proceeds of life insurance, or as gratuities. No payment by an employer to his employee shall be treated as a gratuity.

Notwithstanding the foregoing, the following claims shall be excluded from Class 3 priority:

(1) Obligations of the insolvent insurer arising out of reinsurance contracts;

(2) Obligations incurred after the expiration date of the insurance policy, or after the policy has been replaced by the insured or canceled at the insured's request, or after the policy has been canceled as provided in this act;

(3) Obligations to insurers, insurance pools or underwriting associations and their claims for contribution, indemnity or subrogation, equitable or otherwise;

(4) Any claim which is in excess of any applicable limits provided in the insurance policy issued by the insolvent insurer;

(5) Any amount accrued as punitive or exemplary damages unless

expressly covered under the terms of the policy; and

(6) Tort claims of any kind against the insurer, and claims against the insurer for bad faith or wrongful settlement practices.

(d) Class 4. Claims of the federal government other than those claims included in Class 3.

(e) Class 5. Debts due employees for services, benefits, contractual or otherwise due arising out of such reasonable compensation to employees for services performed to the extent that they do not exceed two (2) months of monetary compensation and represent payment for services performed within six (6) months before the filing of the petition for liquidation or, if rehabilitation preceded liquidation, within one (1) year before the filing of the petition for rehabilitation. Principal officers and directors shall not be entitled to the benefit of this priority except as otherwise approved by the liquidator and the court. This priority shall be in lieu of any other similar priority, which may be authorized by law as to wages or compensation of employees.

(f) Class 6. Claims of any person, including claims of state or local governments, except those specifically classified elsewhere in this section. Claims of attorneys for fees and expenses owed them by a person for services rendered in opposing a formal delinquency proceeding. In order to prove the claim, the claimant must show that the insurer which is the subject of the delinquency proceeding incurred such fees and expenses based on its best knowledge, information and belief, formed after reasonable inquiry indicating opposition was in the best interests of the person, was well grounded in fact and was warranted by existing law or a good faith argument for the extension, modification or reversal of existing law, and that opposition was not pursued for any improper purpose, such as to harass or to cause unnecessary delay or needless increase in the cost of the litigation.

(g) Class 7. Claims, of any state or local government for a penalty or forfeiture, but only to the extent of the pecuniary loss sustained from the act, transaction or proceeding out of which the penalty or forfeiture arose, with reasonable and actual costs occasioned thereby. The remainder of such claims shall be postponed to the class of claims under subsection (h).

(h) Class 8. Surplus or contribution notes or similar obligations, premium refunds on assessable policies, interest on claims of Classes 1 through 7 and any other claims specifically subordinated to this class.

(i) Class 9. Claims of shareholders or other owners arising out of their capacity as shareholders or other owners, or any other capacity except as they may be qualified in Class 3 or 6 above.

If any claimant of this state, another state or foreign country shall be entitled

to or shall receive a dividend upon his or her claim out of a statutory deposit or the proceeds of any bond or other asset located in another state or foreign country, unless such deposit or proceeds shall have been delivered to the domiciliary liquidator pursuant to § 23-68-157, then the claimants shall not be entitled to any further dividend from the receiver until and unless all other claimants of the same class, irrespective of residence or place of the acts or contracts upon which their claims are based, shall have received an equal dividend upon their claims, and after such equalization, such claimants shall be entitled to share in the distribution of further dividends by the receiver, along with and like all other creditors of the same class, wheresoever residing.

Upon the declaration of a dividend, the receiver shall apply the amount of the dividend against any indebtedness owed to the insurer by the person entitled to the dividend. There shall be no claim allowed for any deductible charged by a guaranty association or entity performing a similar function.

It is the intent of the General Assembly that § 23-68-147 of this act apply to pending and future claims in existing delinquency proceedings as well as to claims in delinquency proceedings arising after July 2, 1997; that, in light of the ruling of the United States Supreme Court in U.S. Department of the Treasury v. Fabe, 113 S.Ct. 2202 (1993), the General Assembly considers this act to be curative, remedial and not affecting substantive rights in the distribution of assets in delinquency proceedings; that this act is necessary to cure any potential defect in the present priority of distribution scheme that may result from the Fabe decision and to preserve the original intent of the General Assembly with regard to the priorities of payment in delinquency proceedings.

23-68-148. Liquidator's recommendations to the court.

(a) The liquidator shall review all claims duly filed in the liquidation and shall make such further investigation as deemed necessary. The liquidator may compound, compromise or in any other manner negotiate the amount for which claims will be recommended to the court except where the liquidator is required by law to accept claims as settled by any person or organization, including any guaranty association. Unresolved disputes shall be determined under § 23-68-143. As soon as practicable, the liquidator shall present to the court a report of the claims against the insurer with his or her recommendations. The report shall include the name and address of each claimant and the amount of the claim finally recommended, if any. If the insurer has issued annuities or life insurance policies, the liquidator shall report the persons to whom, according to the records of the insurer, amounts are owed as cash surrender values or other investment value and the amounts owed.

(b) The court may approve, disapprove or modify the report on claims by the liquidator. Reports not modified by the court within a period of sixty (60) days following submission by the liquidator shall be treated by the liquidator as allowed claims, subject to later modification or to rulings made by the court pursuant to § 23-68-143. No claim under a policy of insurance shall be allowed for an amount in excess of the applicable policy limits.

(c) After giving due consideration to the nature of the policies that were sold by the insurer, and the number of claims by policyholders for protection under their policies, and having considered actuarial estimates that substantial amounts of incurred-but-not-reported losses exist, the liquidator may, but need not, formulate a proposal, subject to approval of the court to allow such claims. The proposal may allocate or attribute all or a portion of the incurred-but-not-reported losses to individual policyholder claimants on a basis of reasonable expert opinion. The court shall approve the proposal and the allowance of the claims unless it finds that the basis of allocation is arbitrary or capricious.

(d) The liquidator is not required to process claims for any class until it appears reasonably likely that assets will be available for a distribution to that class. If there are insufficient assets to justify processing all claims for any class listed in § 23-68-147, the liquidator shall report the facts to the court and make such recommendations as may be appropriate for handling the remainder of the claims.

23-68-149. Distribution of assets.

Under the direction of the court, the liquidator shall pay distributions in a manner that will assure the proper recognition of priorities and a reasonable balance between the expeditious completion of the liquidation and the protection of unliquidated and undetermined claims, including third party claims. Distribution of assets in kind may be made at valuations set by agreement between the liquidator and the creditor and approved by the court.

23-68-150. Unclaimed and withheld funds.

(a) All unclaimed funds subject to distribution remaining in the liquidator's hands when the liquidator is ready to apply to the court for discharge, including the amount distributable to any creditor, shareholder, member or other person who is unknown or cannot be found, shall be deposited with the State Treasurer, and shall be paid without interest except in accordance with § 23-68-146 to the person entitled thereto or that person's legal representative upon proof satisfactory to the State Treasurer of his or her right thereto. Any amount on deposit not claimed within six (6) years from the discharge of the liquidator shall be deemed to have been abandoned and shall be escheated without formal escheat proceedings and be

deposited with the general fund. Alternatively, the liquidator may elect to apply to the court for authority to hold the unclaimed funds subject to distribution for a period of two (2) years. Thereafter, any unclaimed funds may be distributed to approved claimants who have previously received a distribution, if it is economically feasible for the liquidator to make the distribution, or the liquidator may apply to the court for permission for the funds to be held by the commissioner for the purpose of defraying the costs and expenses of administration of other insolvent insurers for which there are insufficient assets to fund the costs and expenses of administration. With the approval of the supervising court, the liquidator may deposit unclaimed and withheld funds into a segregated account to be known as the "Closed Estate Fund". The commissioner may thereafter use monies held in the account to fund the administrative expenses of proceedings against persons subject to this act that lack sufficient assets to fund administration. The commissioner shall maintain complete records with respect to all transactions involving the Closed Estate Fund and shall prepare an annual accounting of the Closed Estate Fund subject to audit by the Division of Legislative Audit. If subsequent to disbursement of monies from the Closed Estate Fund, assets of the person become available to fund administration, the Closed Estate Fund shall be reimbursed before other administrative expenses are paid.

(b) All funds withheld under § 23-68-141 and not distributed shall upon discharge of the liquidator be deposited with the State Treasurer and paid in accordance with § 23-68-147. Any sums remaining, which under § 23-68-147 would revert to the undistributed assets of the insurer, shall be transferred to the State Treasurer and become the property of the state under subsection (a), unless the commissioner in his or her discretion petitions the court to reopen the liquidation under § 23-68-152.

23-68-151. Termination of proceedings.

(a) When all assets justifying the expense of collection and distribution have been collected and distributed under this act, the liquidator shall apply to the court for discharge. The court may grant the discharge and make any other orders, including an order to transfer any remaining funds that are uneconomic to distribute, as may be deemed appropriate.

(b) Any other person may apply to the court at any time for an order under subsection (a). If the application is denied, the applicant shall pay the costs and expenses of the liquidator in resisting the application, including a reasonable attorney's fee.

23-68-152. Reopening liquidation.

After the liquidation proceeding has been terminated and the liquidator discharged, the commissioner or other interested party may at any time petition the Pulaski County Circuit Court to reopen the proceedings for good cause, including the discovery of additional assets. If the court is satisfied that there is justification for reopening, it shall so order.

23-68-153. Disposition of records during and after termination of liquidation.

Whenever it shall appear to the commissioner that the records of any insurer in process of liquidation or completely liquidated are no longer useful, he may recommend to the court and the court shall direct what records should be retained for future reference and what should be destroyed.

23-68-154. External audit of the receiver's books.

The Pulaski County Circuit Court may, as it deems desirable, cause audits to be made of the books of the commissioner relating to any receivership established under this act, and a report of each audit shall be filed with the commissioner and with the court. The books, records and other documents of the receivership shall be made available to the auditor at any time without notice. The expense of each audit shall be considered a cost of administration of the receivership.

23-68-155. Conservation of property of foreign or alien insurers found in this state.

(a) If a domiciliary liquidator has not been appointed, the commissioner may apply to the Pulaski County Circuit Court by verified petition for an order directing the commissioner to act as conservator to conserve the property found in this state of an alien insurer not domiciled in this state, or property found in this state of a foreign insurer on any one or more of the following grounds:

(1) Any of the grounds in § 23-68-116;

(2) That any of its property has been sequestered by official action in its domiciliary state, or in any other state;

(3) That enough of its property has been sequestered in a foreign country to give reasonable cause to fear that the insurer is or may become insolvent;

(4)(A) That its certificate of authority to do business in this state has been revoked or that none was ever issued; and

(B) That there are residents of this state with outstanding claims or outstanding policies.

(b) When an order is sought under subsection (a), the court shall cause the insurer to be given notice and time to respond thereto as is reasonable under the circumstances.

(c) The court may issue the order in whatever terms it shall deem appropriate. The filing or recording of the order with the Clerk of Pulaski County

Circuit Court or the recorder of deeds of the county in which the principal business of the company is located, shall impart the same notice as a deed, bill of sale or other evidence of title duly filed or recorded with that recorder of deeds would have imparted.

(d) The conservator shall hold and conserve the assets until such time as the commissioner in the domiciliary state begins formal delinquency proceedings against the insurer or until an order terminating conservation is entered under subsection (e). Once a delinquency proceeding is instituted in the domiciliary state, the conservator may either turn the property over to the domiciliary commissioner or petition for an order under § 23-68-158 to be appointed ancillary receiver. In the event the insurer is an alien insurer than has not established a domicile in the United States under an appropriate port of entry statute, the conservator may petition the court for an order of liquidation under any ground specified in § 23-68-116. The application may seek, and the order of liquidation shall provide, that all property and assets, affairs and claims against the alien insurer shall be vested in the liquidator in this state as if the insurer was domiciled in this state. Provided, however, that if an order of liquidation of the alien insurer has been entered by a court of competent jurisdiction in a reciprocal state, which provides for the reciprocal state's receiver to be treated as if it is the domiciliary liquidator, then the order of liquidation in this state shall be issued as an order appointing an ancillary receiver.

(e) The conservator may at any time petition the court for an order terminating conservation of the property of an insurer. If the court finds that the conservation is no longer necessary, it shall order that the insurer be restored to possession of its property and the control of its business. The court may also make a finding and issue an order at any time upon motion of any interested party, but if the motion is denied all costs shall be assessed against such party.

23-68-156. Domiciliary liquidators in other states.

(a) The domiciliary liquidator of an insurer domiciled in a reciprocal state shall be vested by operation of law with the title to all of the assets, property, contracts and rights of action, agents' balances, and all of the books, accounts and other records of the insurer located in this state. The date of vesting shall be the date of the filing of the petition, if that date is specified by the domiciliary law for the vesting of property in the domiciliary state. Otherwise, the date of vesting shall be the date of entry of the order directing possession to be taken. The domiciliary liquidator shall have the immediate right to recover all such vested property, assets, and causes of action of the insurer located in this state, subject to § 23-68-158.

(b) If a domiciliary liquidator is appointed for an insurer not domiciled in a reciprocal state, the commissioner of this state shall be vested by operation of law

with the title to all the property, contracts and right of action, and all of the books, accounts and other records of the insurer located in this state, at the same time that the domiciliary liquidator is vested with title in the domicile. The commissioner of this state may petition for an order under § 23-68-155, or for an ancillary receivership under § 23-68-158, or after approval by the Pulaski County Circuit Court, may transfer title to the domiciliary liquidator, as the interests of justice and the equitable distribution of the assets require.

(c) When a domiciliary liquidator is appointed in a reciprocal state, claimants residing in this state must file in the domiciliary proceeding subject to its deadlines, and may have claims contested under § 23-68-161 or a similar section of the domiciliary state's laws. When a domiciliary liquidator is appointed in a nonreciprocal state, claimants residing in this state may file and contest claims with the liquidator or ancillary receiver, if any, in this state or with the domiciliary liquidator, if the domiciliary law permits.

23-68-157. Special or statutory deposits.

Notwithstanding any other provision of this act, or any other law of this state, upon the entry of a final order of liquidation or order approving a rehabilitation plan of an insurer domiciled in this state or in a reciprocal state, any deposit held in this state, which is a special or statutory deposit held pursuant to any statute, or as required by any order of the commissioner, for the benefit of any creditors, including policyholders, of the insurer shall be delivered to the domiciliary liquidator. The proceeds of the deposit shall then be held by the domiciliary liquidator as a general asset for the benefit of all creditors no matter where they reside, in accordance with the priorities set by the laws of the domiciliary state. The holder of the deposit in this state shall, upon the receipt of a certified copy of an order approving the plan of rehabilitation or liquidation, deliver the deposit to the domiciliary state's conservator, rehabilitator or liquidator, and when so delivered shall become part of the general assets of the insurer.

23-68-158. Ancillary formal proceedings.

(a) If a domiciliary liquidator has been appointed for an insurer not domiciled in this state, the commissioner may file a petition with the Pulaski County Circuit Court requesting appointment as ancillary receiver in this state:

(1) If the commissioner finds that there are sufficient assets of the insurer located in this state to justify the appointment of an ancillary receiver;

(2) If the protection of creditors or policyholders in this state so requires; or

(3) If the domiciliary liquidator requests the commissioner to file for appointment as ancillary receiver.

(b) The court may issue an order appointing an ancillary receiver in whatever terms it shall deem appropriate, in accordance with the domiciliary liquidation order. The filing or recording of the order with the recorder of deeds in this state imparts the same notice as a deed, bill of sale or other evidence of title duly filed or recorded with that recorder of deeds.

(c) When a domiciliary liquidator has been appointed in a reciprocal state, then the ancillary receiver appointed in this state may, whenever necessary, aid and assist the domiciliary liquidator in recovering assets of the insurer located in this state. The ancillary receiver shall render only such assistance as is requested from the domiciliary liquidator or rehabilitator. Any action taken by the ancillary receiver at the request of the domiciliary liquidator shall entitle the ancillary receiver to payment of his or her costs or expenses in connection with such activities from the domiciliary liquidator. The domiciliary liquidator and ancillary receiver may enter into agreements regarding the payment or advancement of expenses. When acting at the request of the domiciliary liquidator, the ancillary receiver and his or her deputies shall have the same powers and be subject to the same duties with respect to the administration of assets as a liquidator of an insurer domiciled in this state.

(d) When a domiciliary liquidator has been appointed in this state, ancillary receivers appointed in reciprocal states shall have, as to assets and books, accounts, and other records in their respective states, corresponding rights, duties and powers to those provided in subsection (c) for ancillary receivers appointed in this state.

23-68-159. Ancillary summary proceedings.

The commissioner, in the commissioner's sole discretion, may institute proceedings under § 23-68-110 through § 23-68-115 at the request of the commissioner or other appropriate insurance official of the domiciliary state of any foreign or alien insurer having property located in this state.

23-68-160. Claims of nonresidents against insurers domiciled in this state.

(a) All claimants must file their claims in the domiciliary liquidation on or before the last date fixed for filing claims in the domiciliary liquidation proceeding.

(b) Controverted claims shall be proved or determined in the domiciliary state unless the claimant notifies the domiciliary liquidator in writing that the claimant elects to determine or prove the claim in the claimant's respective reciprocal state where an ancillary receiver has been appointed. An election by an insured shall be binding on all claimants interested in the claim as to the place of determining or proving the claim. In the event a claimant elects to prove the claimant's claim in ancillary proceedings, if at least thirty (30) days' notice of the claim and an opportunity to appear and be heard is afforded the domiciliary liquidator of this state,

the final allowance of the claim by the courts of the ancillary state shall be accepted in this state as conclusive as to its amount and validity but not as to the priority of distribution, which shall be determined in the domiciliary proceeding. The domiciliary liquidator is not required to notify claimants of their right to make such an election.

23-68-161. Claims of residents against insurers domiciled in reciprocal states.

(a) Promptly after the appointment of the commissioner as ancillary receiver for an insurer not domiciled in this state, the commissioner shall determine whether there are claimants residing in this state who are not protected by guaranty funds and if so, whether the protection of the claimants requires the establishing of a controverted claim procedure in the ancillary proceeding. If a controverted claim procedure is established, claimants who have made the election provided for in § 23-68-160(b) who reside within this state may controvert denied claims either under the ancillary controverted claim procedure, if any, in this state, or with the domiciliary liquidator.

(b) Claims belonging to claimants who have made the election in § 23-68-160(b) residing in this state may be controverted either in the domiciliary state under the law of that state, or in ancillary proceedings, if any, in this state, provided a controverted claim procedure is established in the ancillary proceeding.

(c) The final allowance of the claim by the courts of this state shall be accepted as conclusive as to validity and amount. All issues of priority shall be determined in the domiciliary state.

23-68-162. Attachment, garnishment, and levy of execution.

During the pendency in this or any other state of a liquidation proceeding, whether called by that name or not, no action or proceeding in the nature of an attachment, garnishment or levy of execution shall be commenced or maintained in this state against the delinquent insurer or its assets.

23-68-163. Interstate priorities.

(a) In a liquidation proceeding in this state involving one or more reciprocal states, the order of distribution of the domiciliary state shall control as to all claims of residents of this and reciprocal states. All claims of residents of reciprocal states shall be given equal priority of payment from general assets regardless of where such assets are located.

(b) The owners of secured claims against an insurer for which a liquidator has been appointed in this or any other state may surrender their security and file their claims as general creditors, or the claims may be discharged by resort to the security in accordance with § 23-68-145, in which case the deficiency, if any, shall be treated as a claim against the general assets of the insurer on the same basis as

claims of unsecured creditors in the same class.

23-68-164. Subordination of claims for noncooperation.

If an ancillary receiver in another state or foreign country, whether called by that name or not, fails to transfer to the domiciliary liquidator in this state any assets within his control diminished only by the expenses of the ancillary receivership in accordance with § 23-68-158, if any, the claims filed by residents of the ancillary receiver's state or foreign country, including those contested in the ancillary receivership contested claims proceeding, shall be placed in the class of claims under § 23-68-147(h).

23-68-165. Duty to provide information to other insurance regulators and guaranty associations.

The domiciliary receiver shall provide information to other state insurance regulators and guaranty associations, including reports and analyses of financial condition and the status of development of a plan of rehabilitation. The domiciliary receiver shall also permit a state insurance regulator or guaranty association to obtain a listing of policyholders and certificate holders residing in the requestor's state, including current addresses and summary policy information, provided that the regulator or guaranty association agrees to maintain the confidentiality of the records, and that the records will be used only for regulatory or guaranty association purposes. Access to financial records shall be at least equivalent to that to which a state insurance regulator was entitled prior to the commencement of a formal delinquency proceeding. Access to records may be limited to normal business hours. In the event that the domiciliary receiver believes that certain information is sensitive, and disclosure might cause a diminution in recovery, the receiver may apply for a protective order imposing additional restrictions on access. No waiver of any applicable privilege shall occur as a result of disclosure to the commissioner or receiver under this section or as a result of sharing documents, materials or other information pursuant to this section.

SECTION 36. Arkansas Code 23-63-104 is amended to read as follows:

23-63-104. Domicile of alien insurer.

(a) For the purpose of this code, except as provided under ~~§ 23-68-102(6)~~ the applicable provisions of § 23-68-101 et seq., the domicile of an alien insurer, other than insurers formed under the laws of Canada, shall be that state designated by the insurer in writing filed with the commissioner at time of admission to this state or within six (6) months after the effective date of this code, whichever date is the later, and may be any one (1) of the following states:

- (1) That in which the insurer was first authorized to transact insurance;
- (2) That in which is located the insurer's principal place of business in

the United States;

(3) That in which is held the larger deposit of trusteed assets of the insurer for the protection of its policyholders, or policyholders and creditors, in the United States.

(b) If the insurer makes no designation, its domicile shall be deemed to be that state in which is located its principal place of business in the United States.

SECTION 37. Arkansas Code 23-63-910(b)(2), concerning the market value of an insurer's statutory deposit, is amended to read as follows:

(b)(2) If the insurer has failed to cure the deficiency, after the commissioner has given the insurer notice of deficiency by registered mail, within such reasonable time, not exceeding ninety (90) days, as may be allowed by the commissioner and so specified in his notice, the insurer shall be deemed to be insolvent. The commissioner shall then revoke its certificate of authority and institute delinquency proceedings against the insurer ~~under §§ 23-68-101 - 23-68-113 and 23-68-115 - 23-68-132~~ § 23-68-101 et seq.

SECTION 38. Arkansas Code 23-69-156(c), concerning extinguishment of unused corporate charters, is amended to read as follows:

(c) The period during which a corporation referred to in subsection (b) of this section is the subject of delinquency proceedings under ~~§§ 23-68-101 - 23-68-113 and 23-68-115 - 23-68-132~~ § 23-68-101 et seq. shall not be counted as part of any such thirty-six-month period.

SECTION 39. Arkansas Code 23-70-124(b), concerning impaired reciprocals, is amended to read as follows:

(b) If the attorney fails to make up the deficiency or to make the assessment within thirty (30) days after the commissioner orders him to do so or if the deficiency is not fully made up within sixty (60) days after the date the assessment was made, the insurer shall be deemed insolvent and shall be proceeded against as authorized by ~~§§ 23-68-101 - 23-68-113 and 23-68-115 - 23-68-132~~ § 23-68-101 et seq.

SECTION 40. Arkansas Code 23-71-113(b)(2), concerning insolvency of a stipulated premium plan insurer, is amended to read as follows:

(b)(2) If the insurer fails to cure the insolvency within the period so allowed by the commissioner, then the commissioner shall immediately revoke its certificate of authority and institute proceedings for the liquidation of the insurer under ~~§§ 23-68-101 - 23-68-113 and 23-68-115 - 23-68-132~~ § 23-68-101 et seq.

SECTION 41. Arkansas Code 23-73-104(6), concerning other applicable provisions regarding farmers' mutual aid associations, is amended to read as follows:

(6) Sections ~~23-68-101 - 23-68-113 and 23-68-115 - 23-68-132~~ 23-68-101 et

seq., rehabilitation and liquidation;

SECTION 42. Arkansas Code 23-73-120(b), concerning dissolution of a farmers' mutual aid association, is amended to read as follows:

(b) Involuntary. An association or company shall be statutorily dissolved in accordance with the provisions of ~~§§ 23-68-101 - 23-68-113 and 23-68-115 - 23-68-132~~ § 23-68-10 et seq.

SECTION 43. Arkansas Code 23-74-705 is amended to read as follows:

23-74-705. Applicability of other code provisions.

In addition to those contained in this chapter, the following provisions of this code shall also apply to fraternal benefit societies to the extent as applicable:

(1) Sections 23-60-101 - 23-60-108 and 23-60-110, general provisions;

(2) Subchapters 1-3 of chapter 61 of this title, the State Insurance Department;

(3) Section 23-61-401, license and miscellaneous fees;

(4) Chapter 65 of this title, unauthorized insurers and surplus lines; (5)

Sections ~~23-68-101 - 23-68-113 and 23-68-115 - 23-68-132~~ 23-68-101 et seq., rehabilitation and liquidation; and

(6) Section 23-79-208, damages and attorney fees on loss claims.

SECTION 44. Arkansas Code 23-76-124(b), concerning rehabilitation, liquidation or conservation of a health maintenance organization, is amended to read as follows:

(b) The commissioner may apply for an order directing him to rehabilitate, liquidate, or conserve a health maintenance organization upon any one (1) or more grounds set out in ~~§ 23-68-107~~ § 23-68-116 or when in his opinion the continued operation of the health maintenance organization would be hazardous either to the enrollees or to the people of this state.

SECTION 45. Arkansas Code 23-81-130(c), concerning registered life and annuity policies, is amended to read as follows:

(c) All securities not negotiable by delivery and deposited by an insurer under this section shall be assigned to the commissioner and his successors in office, but the assignments shall be deemed to be conditional only and shall not be recorded unless and until the commissioner has revoked or refused to continue the insurer's certificate of authority or until the commissioner has applied to the court for receivership of the insurer in accordance with either ~~§ 23-68-106 or § 23-68-107~~ § 23-68-116.

SECTION 46. Arkansas Code 23-90-110(b), concerning officers, directors or employees of an insurer as members of the Arkansas Property and Casualty Advisory Association, is amended to read as follows:

(b) The advisory association or any insurer assessed under this chapter shall ~~be an interested party under § 23-68-118~~ file as a claimant under § 23-68-140.

SECTION 47. Arkansas Code 23-90-112(a), concerning the estimation of amounts necessary to pay claims by the receiver, is amended to read as follows:

(a)(1) Whenever a court of competent jurisdiction determines that an insurer has become an insolvent insurer, the receiver appointed in accordance with ~~§§ 23-68-101 – 23-68-113 and 23-68-115 – 23-68-132~~ § 23-68-101 et seq.

shall promptly estimate the amount of additional funds needed to supplement the assets of the insolvent insurer and any available amounts in the fund described in § 23-90-114 which are immediately available to the receiver for the purpose of making payment of all covered claims.

~~(2)(1)~~ Thereafter, the commissioner shall be empowered to make such assessments as may be necessary to produce the additional funds needed to make payment of all covered claims.

~~(3)(2)~~ The commissioner may make partial assessments as the actual need for additional funds arises for each insolvent insurer.

SECTION 48. Arkansas Code 23-90-116(a), concerning the duties of the receiver relative to the association, is amended to read as follows:

(a)(1) Covered claims against an insolvent insurer placed in temporary or permanent receivership under an order of liquidation, rehabilitation, or conservation by a court of competent jurisdiction shall be processed and acted upon by the receiver or ancillary receiver in the same manner as other claims as provided in ~~§§ 23-68-101 – 23-68-113 and 23-68-115 – 23-68-132~~ § 23-68-101 et seq. and as ordered by the court in which the receivership is pending.

~~(2)(1)~~ However, the funds received from assessments shall be liable only for the difference between the amount of the covered claims approved by the receiver and the amount of the assets marshalled by the receiver for payment to holders of covered claims, and, in ancillary receiverships in this state, funds received from assessments shall be liable only for the difference between the amount of the covered claims approved by the ancillary receiver and the amount of assets marshalled by the receivers in other states for application to payment of covered claims within this state.

~~(3)(2)~~ Funds received from assessments shall not be liable for any amount over and above that approved by the receiver for a covered claim, and any action brought by the holder of the covered claim appealing from the receiver's action shall not increase the liability of the funds, provided that the receiver may review his action in approving a covered claim and for just cause modify the approval at any time during the pendency of the receivership.

SECTION 49. Arkansas Code 23-91-213(4), concerning segregated accounts of a pre-paid legal insurer, is amended to read as follows:

(4) Claims remaining unpaid after completion of any liquidation under the applicable and relevant provisions of ~~§§ 23-68-111 and 23-68-112~~ § 23-68-101 et seq. shall have liens on the interests of shareholders, if any, in all of the person's assets that are not liquidated. The segregated account shall be deemed an insurer within the meaning of ~~subdivision (2) of § 23-68-102~~ § 23-68-103(n);

SECTION 50. Arkansas Code 23-91-223 is amended to read as follows:

23-91-223. Rehabilitation and liquidation.

The relevant provisions of ~~§§ 23-68-101 – 23-68-113 and 23-68-115 – 23-68-132~~ § 23-68-101 et seq. shall apply to a person transacting the business of legal insurance under the provisions of this subchapter.

SECTION 51. Arkansas Code 23-96-113(c)(3), concerning the authority of the Life and Disability Guaranty Association, is amended to read as follows:

(c)(3) A deposit in this state, held pursuant to law or required by the commissioner for the benefit of creditors, including policy owners, not turned over to the domiciliary liquidator upon the entry of a final order of liquidation or order approving a rehabilitation plan of an insurer domiciled in this state or in a reciprocal state, pursuant to ~~§ 23-68-115~~ § 23-68-101 et seq., shall be promptly paid to the association. The association (i) shall be entitled to retain a portion of any amount so paid to it equal to the percentage determined by dividing the aggregate amount of policy owners claims related to that insolvency for which the association has provided statutory benefits by the aggregate amount of all policy owners' claims in this state related to that insolvency and (ii) shall remit to the domiciliary receiver the amount so paid to the association and retained pursuant to clause (i). Any amount so paid to the association and retained by it pursuant to clause (i) shall be treated as a distribution of estate assets pursuant to ~~§ 23-68-126~~ § 23-68-147 or similar provision of the state of domicile of the impaired or insolvent insurer.

SECTION 52. Arkansas Code 23-96-114E., concerning obligations of the Life and Disability Guaranty Association, is amended to read as follows:

E. As a creditor of the impaired or insolvent insurer as established in subsection D of this section and consistent with ~~§ 23-68-126~~ § 23-68-147, the association and other similar associations shall be entitled to receive a disbursement of assets out of the marshaled assets, from time to time as the assets become available, to reimburse it, as a credit against contractual obligations under this chapter. If the liquidator has not, within one hundred twenty (120) days of a final determination of insolvency of an insurer by the receivership court, made an

application to the court for the approval of a proposal to disburse assets out of marshaled assets to guaranty associations having obligations because of the insolvency, then the association shall be entitled to make application to the receivership court for approval of its own proposal to disburse these assets.

SECTION 53. Arkansas Code 23-102-112(c)(3), concerning funding for the Arkansas Earthquake Authority, is amended to read as follows:

(c)(3) An insurer may petition the commissioner for an abatement or deferment of all or part of an assessment imposed by the authority. The commissioner may abate or defer, in whole or in part, such assessment if, in the opinion of the commissioner, payment of the assessment would cause the insurer to be deemed in hazardous financial condition, as defined in ~~§ 23-68-102(14)~~ § 23-86-116(f). In the event an assessment against an insurer is abated or deferred in whole or in part, the amount by which such assessment is abated or deferred shall be assessed against the other insurers in a manner consistent with the basis for assessments set forth in subsection (a) of this section. The insurer receiving such abatement or deferment shall remain liable to the plan for the deficiency for four (4) years.

SECTION 54. Arkansas Code 23-102-112(d)(6), concerning funding for the Arkansas Earthquake Authority, is amended to read as follows:

(d)(6) The authority may exempt or defer, in whole or in part, the assessment of any insurer if the assessment would cause the insurer to be deemed in hazardous financial condition, as defined in ~~§ 23-68-102(14)~~ § 23-86-116(f).

SECTION 55. Arkansas Code 16-66-218(a)(12), concerning exemptions from execution under federal bankruptcy laws, is amended to read as follows:

(a)(12) Assets of delinquent insurer - ~~§23-68-120~~ § 23-68-162;"

/s/ Steve Napper

The Amendment was read and adopted by more than 51 votes.

/s/ Ms. Jo Renshaw
Chief Clerk

HOUSE RESOLUTION NO. 1023

BY: REPRESENTATIVE HAAK

REQUESTING THAT THE HOUSE AND SENATE INTERIM COMMITTEES ON REVENUE AND TAXATION STUDY THE FEASIBILITY OF ESTABLISHING EMPOWERMENT ZONES AND TO PROVIDE RECOMMENDATIONS FOR LEGISLATION TO THE LEGISLATIVE COUNCIL.

THE RESOLUTION WAS READ AND ADOPTED BY MORE THAN 51 VOTES.

HOUSE RESOLUTION NO. 1022

BY: REPRESENTATIVE HAAK

REQUESTING THAT THE HOUSE INTERIM COMMITTEE ON AGRICULTURE AND ECONOMIC DEVELOPMENT AND THE SENATE INTERIM COMMITTEE ON AGRICULTURE, ECONOMIC AND INDUSTRIAL DEVELOPMENT STUDY THE FEASIBILITY OF ESTABLISHING EMPOWERMENT ZONES AND TO PROVIDE RECOMMENDATIONS FOR LEGISLATION TO THE LEGISLATIVE COUNCIL.

THE RESOLUTION WAS READ AND ADOPTED BY MORE THAN 51 VOTES.

HOUSE RESOLUTION NO. 1036

BY: REPRESENTATIVE CARSON

REQUESTING THE HOUSE INTERIM COMMITTEE ON AGING, CHILDREN AND YOUTH, LEGISLATIVE AND MILITARY AFFAIRS TO CONDUCT A STUDY ASSESSING THE NEED TO AMEND ARKANSAS LAW TO ENSURE NECESSARY, ACCESSIBLE AND TIMELY MENTAL HEALTH SERVICES FOR ARKANSAS' CHILDREN.

THE RESOLUTION WAS READ AND ADOPTED BY MORE THAN 51 VOTES.

HOUSE BILL NO. 2593

BY: REPRESENTATIVE BRIGHT

Was read the third time and placed on final passage, the question being shall the Bill pass. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Borhauer, Boyd, Bradford, Bright, Carson, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Files, Fite, French, Gillespie, Gipson, Glover, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Rackley, Rankin, Rodgers, Salmon, Schall, Scrimshire, Scroggin, Seawel, Shoffner, M. Smith, R. Smith, M. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total89

NEGATIVE:

Total0

ABSENT OR NOT VOTING: Childers, J. Elliott, Ferguson, Goss, Hunt, Oglesby, Pritchard, T. Steele, Willis, Mr. Speaker.

Total10

VOTING PRESENT: Roebuck.

Total1

Total number of votes cast90

Necessary to the passage of the bill51

So the Bill passed and the title as read was agreed to.

HOUSE BILL NO. 1720

BY: REPRESENTATIVE GOSS

Was read the third time and placed on final passage, the question being shall the Bill pass. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Borhauer, Boyd, Bradford, Bright, Carson, Childers, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Moore, Napper, Nichols, Ormond, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Schall, Scrimshire, Scroggin, Seawel, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack.

Total91

NEGATIVE: Minton.

Total1

ABSENT OR NOT VOTING: J. Elliott, Files, Hunt, Oglesby, Parks, Willis, Wood, Mr. Speaker.

Total8

VOTING PRESENT:

Total0

Total number of votes cast.....92

Necessary to the passage of the bill51

So the Bill passed and the title as read was agreed to.

SENATE BILL NO. 565

BY: SENATOR P. MALONE

Was read the third time and placed on final passage, the question being shall the Bill pass. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Borhauer, Boyd, Bradford, Bright, Carson, Childers, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Schall, Scrimshire, Scroggin, Seawel, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack.

Total94

NEGATIVE:

Total0

ABSENT OR NOT VOTING: J. Elliott, Hunt, Oglesby, Willis, Wood, Mr. Speaker.

Total6

VOTING PRESENT:

Total0

Total number of votes cast94

Necessary to the passage of the bill51

So the Bill passed and the title as read was agreed to.

Morning Hour Expired.

Representative Milum moved that the House concur in the following Senate Amendment.

ARKANSAS SENATE

AMENDMENT NO. 1 TO HOUSE BILL NO. 1018

Amend **HOUSE BILL NO. 1018** as engrossed, H1/24/01:

Page 2, line 10, delete “(d)(4)” and substitute “(d)(1)”

AND

Page 2, delete the strikethroughs from lines 14 through 18

AND

Page 2, line 19, delete “~~authority.~~” and substitute “authority.”

AND

Page 2, line 21, delete “~~shall~~” and substitute “may”

AND

Page 2, line 26, delete “require” and substitute “request”

AND

Page 2, line 29, delete “its comments” and substitute “its nonbinding comments”

AND

Page 2, line 30, delete “require” and substitute “request”

AND

Page 3, line 2, delete “objects to” and substitute “considers”

AND

Page 3, line 3, delete “because the council considers it”

AND

Page 3, line 5, delete “that objection with the Secretary of State and” and substitute “notice of such”

AND

Page 3, line 6, delete “filed objection” and substitute “notice”

AND

Page 3, line 10, delete “agency” and substitute “Legislative Council”

AND

Page 3, line 11, delete “objections by the council” and substitute “such notices”

AND

Page 3, delete lines 12 through 14

AND

Page 3, line 15, delete “(D)” and substitute “(C)”

AND

Page 3, line 18, delete “objection” and substitute “findings”

AND

Page 3, line 19, delete “(E)” and substitute “(D)”

AND

Page 3, line 19, delete “object to” and substitute “file a notice regarding”

AND

Page 3, line 22, delete “recommend” and substitute “make nonbinding recommendations”

/s/ Senator K. Smith

The Amendment was read and the vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Borhauer, Boyd, Bradford, Bright, Carson, Childers, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Roebuck, Salmon, Schall, Scrimshire, Scroggin, Seawel, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack.

Total92

NEGATIVE: Ledbetter, Rodgers.

Total2

ABSENT OR NOT VOTING: J. Elliott, Hunt, Oglesby, Willis, Wood, Mr. Speaker.

Total6

VOTING PRESENT:

Total0

Total number of votes cast94

Necessary to concur in the Amendment51

So the Amendment was concurred in.

/s/ Ms. Jo Renshaw

Chief Clerk

Representative Weaver moved that the House concur in the following Senate Amendment.

ARKANSAS SENATE

AMENDMENT NO. 2 TO HOUSE BILL NO. 1477

Amend **HOUSE BILL NO. 1477** as originally introduced:

Add Senators Bryles and Hill as cosponsors of the bill

AND

Page 1, line 32, delete “dues.” and substitute “dues on each residence. The dues shall not exceed fifty dollars (\$50) per year. The issue may be placed on the ballot at a special election or a general election and in each case shall comply with the laws of this state pertaining to special elections and general elections.”

/s/ Jim Hill

The Amendment was read and the vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Borhauer, Boyd, Bradford, Bright, Carson, Childers, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Schall, Scrimshire, Scroggin, Shoffner, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total93

NEGATIVE:

Total0

ABSENT OR NOT VOTING: J. Elliott, Hunt, Oglesby, Seawel, M. Smith, Willis, Mr. Speaker.

Total7

VOTING PRESENT:

Total0

Total number of votes cast.....93

Necessary to concur in the Amendment51

So the Amendment was concurred in.

/s/ Ms. Jo Renshaw
Chief Clerk

Representative Weaver moved that the House concur in the following Senate Amendment.

ARKANSAS SENATE

AMENDMENT NO. 3 TO HOUSE BILL NO. 1477

Amend **HOUSE BILL NO. 1477** as engrossed, S2/22/01:

Delete Sections 1 and 2 and substitute the following:

“SECTION 1. Arkansas Code 14-20-108(a)(1) is amended to read as follows:

(a)(1)(A) The quorum court of each county may, upon request therefor filed with the court by one (1) or more volunteer fire departments in the county, adopt an ordinance authorizing a designated county official to collect and remit to the department the annual or quarterly dues charged by the department in consideration of providing fire protection to unincorporated areas in the county; or

(B) When any county quorum court receives a request for the levy of volunteer fire department dues, if the request has been signed by the fire chief and all other officers of a volunteer fire department and duly filed with the county clerk, the quorum court shall, by ordinance, call for an election on the issue of the levy of the volunteer fire department dues on each residence. The issue may be placed on the ballot at a special election or a general election and in each case shall comply with the laws of this state pertaining to special elections and general elections. If the levy is approved by a majority of those voting on the issue, the dues shall be listed annually on the personal property tax statements and collected at the same time and in the same manner as the personal property taxes. The cost of the election shall be borne by the volunteer fire department that requested the levy.

SECTION 2. Arkansas Code 14-20-108(b)(1) is amended to read as follows:

(b)(1) The court may, by majority vote, designate the geographical area that a volunteer fire department may serve ~~and may then direct that the property owners of the area pay dues to be established by the court, which shall become a lien upon the property within the geographical area.”~~

/s/ Jim Hill

ARKANSAS SENATE
AMENDMENT NO. 3 TO HOUSE BILL NO. 1477

The Amendment was read and the vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Borhauer, Boyd, Bradford, Bright, Carson, Childers, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, Gillespie, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Schall, Scrimshire, Scroggin, Seawel, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total91

NEGATIVE:

Total0

ABSENT OR NOT VOTING: Bookout, J. Elliott, French, Gipson, Hunt, Oglesby, Teague, Willis, Mr. Speaker.

Total9

VOTING PRESENT:

Total0

Total number of votes cast91

Necessary to concur in the Amendment51

So the Amendment was concurred in.

/s/ Ms. Jo Renshaw
 Chief Clerk

Representative Cook moved that the House concur in the following Senate Amendment.

ARKANSAS SENATE

AMENDMENT NO. 2 TO HOUSE BILL NO. 1513

Amend **HOUSE BILL NO. 1513** as engrossed, H2/16/01:

Add Representative Lowery as a co-sponsor of the bill.

/s/ B. Johnson

The Amendment was read and the vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Borhauer, Boyd, Bradford, Bright, Carson, Childers, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Schall, Scrimshire, Scroggin, Seawel, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total95

NEGATIVE:

Total0

ABSENT OR NOT VOTING: J. Elliott, Hunt, Oglesby, Willis, Mr. Speaker.

Total5

VOTING PRESENT:

Total0

Total number of votes cast95

Necessary to concur in the Amendment51

So the Amendment was concurred in.

/s/ Ms. Jo Renshaw

Chief Clerk

Representative D. Elliott moved that the House concur in the following Senate Amendment.

ARKANSAS SENATE

AMENDMENT NO. 1 TO HOUSE BILL NO. 2210

Amend **HOUSE BILL NO. 2210** as originally introduced:

Add Representative Creekmore as a cosponsor of the bill

AND

Add Senators Faris and B. Johnson as cosponsors of the bill

/s/ Steve Faris

The Amendment was read and the vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Borhauer, Boyd, Bradford, Bright, Carson, Childers, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Schall, Scrimshire, Scroggin, Seawel, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total94

NEGATIVE:

Total0

ABSENT OR NOT VOTING: J. Elliott, Hunt, Oglesby, Prater, Willis, Mr. Speaker.

Total6

VOTING PRESENT:

Total0

Total number of votes cast.....94

Necessary to concur in the Amendment51

So the Amendment was concurred in.

/s/ Ms. Jo Renshaw

Chief Clerk

HOUSE BILL NO. 2380

BY: REPRESENTATIVE CLEVELAND

Was read the third time and placed on final passage, the question being shall the Bill pass. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Borhauer, Boyd, Bradford, Bright, Carson, Childers, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hickinbotham, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rankin, Rodgers, Roebuck, Salmon, Schall, Scrimshire, Scroggin, Seawel, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Wood.

Total89

NEGATIVE: Hendren, Minton.

Total2

ABSENT OR NOT VOTING: Altes, J. Elliott, Holt, Hunt, Oglesby, Rackley, Willis, Womack, Mr. Speaker.

Total9

VOTING PRESENT:

Total0

Total number of votes cast91

Necessary to the passage of the bill51

So the Bill passed and the title as read was agreed to.

HOUSE BILL NO. 2195

BY: REPRESENTATIVE MAGNUS

Was read the third time and placed on final passage, the question being shall the Bill pass. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Biggs, Bledsoe, Bolin, Bond, Bookout, Borhauer, Boyd, Bradford, Bright, Childers, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, D. Elliott, Ferguson, Fite, French, Gillespie, Glover, Green, Haak, Hathorn, Hausam, Hendren, Hickenbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lowery, Mack, Magnus, Mathis, McMellon, Milum, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Scroggin, Seawel, Shoffner, M. Smith, R. Smith, M. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, White, Womack, Wood.

Total82

NEGATIVE: Bevis, Eason, Gipson, Goss, Lewellen, Milligan, Scrimshire, T. Steele, Weaver.

Total9

ABSENT OR NOT VOTING: J. Elliott, Files, Hunt, Minton, Oglesby, Schall, Willis, Mr. Speaker.

Total8

VOTING PRESENT: Carson.

Total1

Total number of votes cast.....92

Necessary to the passage of the bill51

So the Bill passed and the title as read was agreed to.

Upon motion of Representative Magnus the Clincher motion prevailed.

HOUSE BILL NO. 2392

BY: REPRESENTATIVE MINTON

Was read the third time and placed on final passage, the question being shall the Bill pass. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bond, Bookout, Borhauer, Boyd, Bright, Carson, Childers, Clemons, Cleveland, Cook, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Magnus, Mathis, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rodgers, Roebuck, Salmon, Schall, Scrimshire, Scroggin, Seawel, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total87

NEGATIVE: Bolin, Cowling, Mack, McMellon, Rankin.

Total5

ABSENT OR NOT VOTING: Bradford, J. Elliott, Goss, Hunt, Oglesby, Rackley, Willis, Mr. Speaker.

Total8

VOTING PRESENT:

Total0

Total number of votes cast92

Necessary to the passage of the bill51

So the Bill passed and the title as read was agreed to.

Upon motion of Representative Minton the Clincher motion prevailed.

HOUSE BILL NO. 1635

BY: REPRESENTATIVE T. STEELE

Was read the third time and placed on final passage, the question being shall the Bill pass and shall the Emergency Clause be adopted. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bond, Bookout, Borhauer, Boyd, Bradford, Bright, Carson, Childers, Clemons, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Parks, Prater, Pritchard, Rankin, Rodgers, Roebuck, Salmon, Schall, Scrimshire, Scroggin, Seawel, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total91

NEGATIVE:

Total0

ABSENT OR NOT VOTING: J. Elliott, Hunt, Oglesby, Ormond, Rackley, Willis, Mr. Speaker.

Total7

VOTING PRESENT: Bolin, Cleveland.

Total2

Total number of votes cast.....93

Necessary to the passage of the bill51

So the Bill passed and the title as read was agreed to.

There being an Emergency Clause attached to **HOUSE BILL NO. 1635**, the Speaker ordered the clerk to call the roll upon the adoption of the Emergency Clause. The vote was as follows:

EMERGENCY CLAUSE

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bond, Bookout, Borhauer, Boyd, Bradford, Bright, Carson, Childers, Clemons, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Parks, Prater, Pritchard, Rankin, Rodgers, Roebuck, Salmon, Schall, Scrimshire, Scroggin, Seawel, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total91

NEGATIVE:

Total0

ABSENT OR NOT VOTING: J. Elliott, Hunt, Oglesby, Ormond, Rackley, Willis, Mr. Speaker.

Total7

VOTING PRESENT: Bolin, Cleveland.

Total2

Total number of votes cast.....93

Necessary to the adoption of the Emergency Clause67

So the Emergency Clause was adopted.

HOUSE BILL NO. 2199

BY: REPRESENTATIVE NAPPER

Was read the third time and placed on final passage, the question being shall the Bill pass. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Borhauer, Boyd, Bradford, Bright, Carson, Childers, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Schall, Scrimshire, Scroggin, Seawel, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total93

NEGATIVE:

Total0

ABSENT OR NOT VOTING: Bennett, J. Elliott, Hunt, Oglesby, Salmon, Willis, Mr. Speaker.

Total7

VOTING PRESENT:

Total0

Total number of votes cast.....93

Necessary to the passage of the bill51

So the Bill passed and the title as read was agreed to.

Upon motion of Representative Napper the Clincher motion prevailed.

HOUSE BILL NO. 1002

BY: REPRESENTATIVE DUGGAR

Was read the third time and placed on final passage, the question being shall the Bill pass. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Borhauer, Boyd, Bradford, Bright, Carson, Childers, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Schall, Scrimshire, Scroggin, Seawel, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total91

NEGATIVE: Bookout.

Total1

ABSENT OR NOT VOTING: Bond, J. Elliott, French, Hunt, Oglesby, Teague, Willis, Mr. Speaker.

Total8

VOTING PRESENT:

Total0

Total number of votes cast92

Necessary to the passage of the bill51

So the Bill passed and the title as read was agreed to.

HOUSE BILL NO. 2521

BY: REPRESENTATIVE FRENCH

Was read the third time and placed on final passage, the question being shall the Bill pass. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Borhauer, Boyd, Bradford, Bright, Carson, Childers, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Schall, Scrimshire, Scroggin, Seawel, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total93

NEGATIVE:

Total0

ABSENT OR NOT VOTING: J. Elliott, Hunt, Oglesby, Ormond, Teague, Willis, Mr. Speaker.

Total7

VOTING PRESENT:

Total0

Total number of votes cast.....93

Necessary to the passage of the bill51

So the Bill passed and the title as read was agreed to.

HOUSE BILL NO. 2381

BY: REPRESENTATIVE CLEVELAND

Was read the third time and placed on final passage, the question being shall the Bill pass. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Bennett, Bevis, Bolin, Bond, Bookout, Borhauer, Boyd, Bradford, Carson, Clemons, Cleveland, Cook, Cowling, Creekmore, Eason, Ferguson, Files, Gillespie, Gipson, Goss, Green, Hathorn, Hausam, Hickinbotham, House, Jackson, Jacobs, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, McMellon, Milligan, Minton, Moore, Napper, Nichols, Parks, Prater, Rankin, Rodgers, Scrimshire, Shoffner, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Trammell, Verkamp, W. Walker, Weaver, White.

Total59

NEGATIVE: Biggs, Bledsoe, Bright, Duggar, D. Elliott, Glover, Haak, Hendren, Holt, Hutchinson, G. Jeffress, Lowery, Mack, Mathis, Ormond, Pritchard, Rackley, Roebuck, Scroggin, Teague, Thomas, Womack.

Total22

ABSENT OR NOT VOTING: Altes, Childers, Dangeau, Dees, J. Elliott, Fite, French, Hunt, Magnus, Milum, Oglesby, Salmon, Schall, Seawel, M. Smith, R. Smith, Willis, Wood, Mr. Speaker.

Total19

VOTING PRESENT:

Total0

Total number of votes cast81

Necessary to the passage of the bill51

So the Bill passed and the title as read was agreed to.

Upon motion of Representative Cleveland the Clincher motion prevailed.

HOUSE BILL NO. 2180

BY: REPRESENTATIVE CARSON

Was read the third time and placed on final passage, the question being shall the Bill pass. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Borhauer, Boyd, Bradford, Bright, Carson, Childers, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Schall, Scrimshire, Scroggin, Seawel, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack.

Total93

NEGATIVE:

Total0

ABSENT OR NOT VOTING: J. Elliott, Hunt, Mack, Oglesby, Willis, Wood, Mr. Speaker.

Total7

VOTING PRESENT:

Total0

Total number of votes cast.....93

Necessary to the passage of the bill51

So the Bill passed and the title as read was agreed to.

HOUSE BILL NO. 2181

BY: REPRESENTATIVE CARSON

Was read the third time and placed on final passage, the question being shall the Bill pass. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Borhauer, Boyd, Bradford, Bright, Carson, Childers, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickenbotham, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Schall, Scrimshire, Scroggin, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack.

Total91

NEGATIVE:

Total0

ABSENT OR NOT VOTING: Duggar, J. Elliott, Holt, Hunt, Oglesby, Seawel, Willis, Wood, Mr. Speaker.

Total9

VOTING PRESENT:

Total0

Total number of votes cast91

Necessary to the passage of the bill51

So the Bill passed and the title as read was agreed to.

HOUSE BILL NO. 2409

BY: REPRESENTATIVE CARSON

Was read the third time and placed on final passage, the question being shall the Bill pass. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Borhauer, Boyd, Bradford, Bright, Carson, Childers, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Schall, Scrimshire, Scroggin, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total89

NEGATIVE:

Total0

ABSENT OR NOT VOTING: J. Elliott, Hathorn, Hunt, Jacobs, Moore, Oglesby, Seawel, Shoffner, M. Smith, Willis, Mr. Speaker.

Total11

VOTING PRESENT:

Total0

Total number of votes cast89

Necessary to the passage of the bill51

So the Bill passed and the title as read was agreed to.

HOUSE BILL NO. 1543

BY: REPRESENTATIVE NAPPER

Was read the third time and placed on final passage, the question being shall the Bill pass. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Borhauer, Boyd, Bradford, Bright, Carson, Childers, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Schall, Scrimshire, Scroggin, Shoffner, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Verkamp, Weaver, White, Womack, Wood.

Total91

NEGATIVE:

Total0

ABSENT OR NOT VOTING: J. Elliott, Hunt, Oglesby, Seawel, M. Smith, Trammell, W. Walker, Willis, Mr. Speaker.

Total9

VOTING PRESENT:

Total0

Total number of votes cast91

Necessary to the passage of the bill51

So the Bill passed and the title as read was agreed to.

Upon motion of Representative Napper the Clincher motion prevailed.

HOUSE BILL NO. 2352

BY: REPRESENTATIVE CLEMONS

Was read the third time and placed on final passage, the question being shall the Bill pass. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Borhauer, Boyd, Bradford, Bright, Carson, Childers, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Schall, Scrimshire, Scroggin, Shoffner, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Thomas, Trammell, Verkamp, W. Walker, Weaver, Womack, Wood.

Total90

NEGATIVE: Ledbetter.

Total1

ABSENT OR NOT VOTING: J. Elliott, Hunt, Oglesby, Seawel, M. Smith, Teague, White, Willis, Mr. Speaker.

Total9

VOTING PRESENT:

Total0

Total number of votes cast.....91

Necessary to the passage of the bill51

So the Bill passed and the title as read was agreed to.

HOUSE BILL NO. 1612

BY: REPRESENTATIVE BRIGHT

Was read the third time and placed on final passage, the question being shall the Bill pass. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Borhauer, Boyd, Bradford, Bright, Carson, Childers, Clemons, Cleveland, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Schall, Scrimshire, Scroggin, Shoffner, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total91

NEGATIVE: Cook.

Total1

ABSENT OR NOT VOTING: J. Elliott, Hunt, Oglesby, Seawel, M. Smith, R. Smith, Willis, Mr. Speaker.

Total8

VOTING PRESENT:

Total0

Total number of votes cast92

Necessary to the passage of the bill51

So the Bill passed and the title as read was agreed to.

HOUSE BILL NO. 2173

BY: REPRESENTATIVES LEDBETTER, ET AL

Was read the third time and placed on final passage, the question being shall the Bill pass. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Borhauer, Boyd, Bradford, Bright, Carson, Childers, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickenbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Schall, Scrimshire, Scroggin, Shoffner, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total92

NEGATIVE:

Total0

ABSENT OR NOT VOTING: J. Elliott, Hunt, Oglesby, Seawel, M. Smith, R. Smith, Willis, Mr. Speaker.

Total8

VOTING PRESENT:

Total0

Total number of votes cast.....92

Necessary to the passage of the bill51

So the Bill passed and the title as read was agreed to.

HOUSE BILL NO. 2415

BY: REPRESENTATIVE HAUSAM

Was read the third time and placed on final passage, the question being shall the Bill pass. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Borhauer, Boyd, Bradford, Bright, Carson, Childers, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Schall, Scrimshire, Scroggin, Shoffner, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total91

NEGATIVE:

Total0

ABSENT OR NOT VOTING: J. Elliott, French, Hunt, Oglesby, Seawel, M. Smith, Willis, Mr. Speaker.

Total8

VOTING PRESENT: Hutchinson.

Total1

Total number of votes cast92

Necessary to the passage of the bill51

So the Bill passed and the title as read was agreed to.

HOUSE BILL NO. 2602

BY: REPRESENTATIVE McMELLON

Was read the third time and placed on final passage, the question being shall the Bill pass. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Borhauer, Boyd, Bradford, Bright, Carson, Childers, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Schall, Scrimshire, Scroggin, Shoffner, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total91

NEGATIVE: Minton.

Total1

ABSENT OR NOT VOTING: J. Elliott, Holt, Hunt, Oglesby, Seawel, M. Smith, Willis, Mr. Speaker.

Total8

VOTING PRESENT:

Total0

Total number of votes cast.....92

Necessary to the passage of the bill51

So the Bill passed and the title as read was agreed to.

HOUSE BILL NO. 1701

BY: REPRESENTATIVE CHILDERS

Was read the third time and placed on final passage, the question being shall the Bill pass and shall the Emergency Clause be adopted. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Borhauer, Boyd, Bradford, Bright, Carson, Childers, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Schall, Scrimshire, Scroggin, Shoffner, R. Smith, M. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total90

NEGATIVE:

Total0

ABSENT OR NOT VOTING: J. Elliott, French, Hunt, G. Jeffress, Oglesby, Seawel, M. Smith, T. Steele, Willis, Mr. Speaker.

Total10

VOTING PRESENT:

Total0

Total number of votes cast90

Necessary to the passage of the bill51

So the Bill passed and the title as read was agreed to.

There being an Emergency Clause attached to **HOUSE BILL NO. 1701**, the Speaker ordered the clerk to call the roll upon the adoption of the Emergency Clause. The vote was as follows:

EMERGENCY CLAUSE

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Borhauer, Boyd, Bradford, Bright, Carson, Childers, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Schall, Scrimshire, Scroggin, Shoffner, R. Smith, M. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total90

NEGATIVE:

Total0

ABSENT OR NOT VOTING: J. Elliott, French, Hunt, G. Jeffress, Oglesby, Seawel, M. Smith, T. Steele, Willis, Mr. Speaker.

Total10

VOTING PRESENT:

Total0

Total number of votes cast.....90

Necessary to the adoption of the Emergency Clause67

So the Emergency Clause was adopted.

HOUSE BILL NO. 1891

BY: REPRESENTATIVE HOLT

Was read the third time and placed on final passage, the question being shall the Bill pass. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Borhauer, Boyd, Bradford, Bright, Carson, Childers, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Schall, Scrimshire, Scroggin, Shoffner, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total92

NEGATIVE:

Total0

ABSENT OR NOT VOTING: Bookout, J. Elliott, Hunt, Oglesby, Seawel, M. Smith, Willis, Mr. Speaker.

Total8

VOTING PRESENT:

Total0

Total number of votes cast92

Necessary to the passage of the bill51

So the Bill passed and the title as read was agreed to.

Motion was made by Representative Verkamp to Re-refer **HOUSE BILL NO. 2523** back to the Committee on AGRICULTURE, FORESTRY AND ECONOMIC DEVELOPMENT.

On this motion the vote was as follows:

AFFIRMATIVE: Adams, Agee, Bennett, Bledsoe, Bolin, Bright, Cleveland, Cowling, Duggar, D. Elliott, Fite, Gillespie, Gipson, Haak, Hathorn, Hausam, Hendren, Holt, Hutchinson, Jackson, Lowery, Mack, Magnus, Mathis, McMellon, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rankin, Rodgers, Schall, Scroggin, Stovall, J. Taylor, Verkamp, W. Walker.

Total39

NEGATIVE: Altes, Biggs, Bond, Bookout, Borhauer, Bradford, Carson, Clemons, Cook, Dees, Ferguson, Files, Green, Hickinbotham, House, G. Jeffress, C. Johnson, Jones, Judy, Ledbetter, Lendall, Lewellen, Minton, Moore, Roebuck, Salmon, Scrimshire, Shoffner, R. Smith, M. Steele, T. Steele, Thomas, Trammell, Weaver, White, Womack.

Total36

ABSENT OR NOT VOTING: Allison, Bevis, Boyd, Childers, Dangeau, Eason, J. Elliott, French, Glover, Goss, Hunt, Jacobs, King, Milum, Oglesby, Rackley, Seawel, M. Smith, C. Taylor, Teague, Willis, Mr. Speaker.

Total22

VOTING PRESENT: Creekmore, Milligan, Wood.

Total3

Total number of votes cast.....78

Necessary to the adoption of the motion.....51

So the motion was not adopted.

HOUSE BILL NO. 2523

BY: REPRESENTATIVE CARSON

Was read the third time and placed on final passage, the question being shall the Bill pass. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Biggs, Bledsoe, Bond, Bookout, Borhauer, Bradford, Carson, Cook, Cowling, Dees, Ferguson, Files, Fite, French, Gillespie, Green, Hausam, Hickinbotham, Jackson, G. Jeffress, C. Johnson, Jones, Judy, Ledbetter, Lendall, Lewellen, Lowery, Minton, Moore, Ormond, Prater, Rankin, Rodgers, Roebuck, Salmon, Scrimshire, Shoffner, R. Smith, M. Steele, T. Steele, Thomas, Trammell, W. Walker, White, Womack, Wood.

Total50

NEGATIVE: Bennett, Bolin, Duggar, D. Elliott, Gipson, Hendren, Mack, Mathis, McMellon, Scroggin, M. Smith, Stovall, Verkamp.

Total13

ABSENT OR NOT VOTING: Bevis, Boyd, Bright, Childers, Clemons, Cleveland, Dangeau, Eason, J. Elliott, Glover, Goss, Haak, Holt, House, Hunt, Hutchinson, Jacobs, King, Milligan, Milum, Napper, Nichols, Oglesby, Parks, Pritchard, Rackley, Schall, Seawel, J. Taylor, C. Taylor, Teague, Weaver, Willis, Mr. Speaker.

Total34

VOTING PRESENT: Creekmore, Hathorn, Magnus.

Total3

Total number of votes cast66

Necessary to the passage of the bill51

So the Bill failed .

HOUSE BILL NO. 2594

BY: REPRESENTATIVE WHITE

Was read the third time and placed on final passage, the question being shall the Bill pass. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Boyd, Bradford, Bright, Carson, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rankin, Rodgers, Roebuck, Schall, Scrimshire, Scroggin, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total87

NEGATIVE:

Total0

ABSENT OR NOT VOTING: Borhauer, Childers, J. Elliott, Goss, Holt, Hunt, Oglesby, Rackley, Salmon, Seawel, Shoffner, Willis, Mr. Speaker.

Total13

VOTING PRESENT:

Total0

Total number of votes cast87

Necessary to the passage of the bill51

So the Bill passed and the title as read was agreed to.

Upon motion of Representative Childers, **HOUSE BILL NO. 2194** was placed back on second reading for the purpose of amendment.

AMENDMENT NO. 2 TO HOUSE BILL NO. 2194

Amend **HOUSE BILL NO. 2194** as engrossed, H3/8/01:

Page 3, line 11, after "\$25.00)," and before "within", add "plus the amount of any fees charged to the holder of the check by any financial institution as a result of the check not being honored."

AND

Page 3, line 17, after "check," and before "for" add "plus the amount of any fees charged to the holder of the check by any financial institution as a result of the check not being honored."

AND

Page 5, line 29, after "\$25.00)," and before "within", add "plus the amount of any fees charged to the holder of the check by any financial institution as a result of the check not being honored."

/s/ Marvin Childers

The Amendment was read and adopted by more than 51 votes.

/s/ Ms. Jo Renshaw

Chief Clerk

HOUSE BILL NO. 2647

BY: REPRESENTATIVE D. ELLIOTT

Was read the third time and placed on final passage, the question being shall the Bill pass. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Borhauer, Boyd, Bradford, Bright, Carson, Childers, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Schall, Scrimshire, Scroggin, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Trammell, W. Walker, Weaver, White, Womack, Wood.

Total89

NEGATIVE:

Total0

ABSENT OR NOT VOTING: J. Elliott, Hickinbotham, Holt, Hunt, Oglesby, Salmon, Seawel, Thomas, Verkamp, Willis, Mr. Speaker.

Total11

VOTING PRESENT:

Total0

Total number of votes cast89

Necessary to the passage of the bill51

So the Bill passed and the title as read was agreed to.

HOUSE BILL NO. 2536

BY: REPRESENTATIVE BIGGS

Was read the third time and placed on final passage, the question being shall the Bill pass. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Borhauer, Boyd, Bradford, Bright, Carson, Childers, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, House, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Schall, Scrimshire, Scroggin, Shoffner, M. Smith, M. Steele, T. Steele, Stovall, C. Taylor, Teague, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total87

NEGATIVE:

Total0

ABSENT OR NOT VOTING: J. Elliott, Holt, Hunt, Hutchinson, Oglesby, Ormond, Salmon, Seawel, R. Smith, J. Taylor, Thomas, Willis, Mr. Speaker.

Total13

VOTING PRESENT:

Total0

Total number of votes cast87

Necessary to the passage of the bill51

So the Bill passed and the title as read was agreed to.

HOUSE BILL NO. 2439

BY: REPRESENTATIVE GLOVER

Was read the third time and placed on final passage, the question being shall the Bill pass. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Borhauer, Boyd, Bradford, Bright, Carson, Childers, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, House, Hutchinson, Jackson, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Schall, Scrimshire, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, C. Taylor, Teague, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total89

NEGATIVE:

Total0

ABSENT OR NOT VOTING: J. Elliott, Holt, Hunt, Jacobs, Oglesby, Scroggin, Seawel, J. Taylor, Thomas, Willis, Mr. Speaker.

Total11

VOTING PRESENT:

Total0

Total number of votes cast89

Necessary to the passage of the bill51

So the Bill passed and the title as read was agreed to.

NOTICE OF RECONSIDERATION

Representative Verkamp served notice at 2:50 p.m. that he will, within the time prescribed by law, move to reconsider the vote by which **HOUSE BILL NO. 2523** failed to pass.

HOUSE BILL NO. 2399

BY: REPRESENTATIVE TEAGUE

Was read the third time and placed on final passage, the question being shall the Bill pass and shall the Emergency Clause be adopted. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Borhauer, Boyd, Bradford, Bright, Carson, Childers, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Schall, Scrimshire, Scroggin, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total94

NEGATIVE:

Total0

ABSENT OR NOT VOTING: J. Elliott, Hunt, Oglesby, Seawel, Willis, Mr. Speaker.

Total6

VOTING PRESENT:

Total0

Total number of votes cast.....94

Necessary to the passage of the bill51

So the Bill passed and the title as read was agreed to.

There being an Emergency Clause attached to **HOUSE BILL NO. 2399**, the Speaker ordered the clerk to call the roll upon the adoption of the Emergency Clause. The vote was as follows:

EMERGENCY CLAUSE

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Borhauer, Boyd, Bradford, Bright, Carson, Childers, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Schall, Scrimshire, Scroggin, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total94

NEGATIVE:

Total0

ABSENT OR NOT VOTING: J. Elliott, Hunt, Oglesby, Seawel, Willis, Mr. Speaker.

Total6

VOTING PRESENT:

Total0

Total number of votes cast.....94

Necessary to the passage of the bill67

So the Emergency Clause was adopted.

Motion was made by Representative Rankin for immediate consideration of **HOUSE BILL NO. 1293**. Motion passed.

HOUSE BILL NO. 1293

BY: REPRESENTATIVE LENDALL

Was read the third time and placed on final passage, the question being shall the Bill pass. The vote was as follows:

AFFIRMATIVE: Allison, Bevis, Bookout, Boyd, Bradford, Carson, Childers, Clemons, Cook, Cowling, Creekmore, Dangeau, Dees, Eason, Gipson, Goss, Green, House, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mathis, McMellon, Milligan, Moore, Napper, Nichols, Prater, Rodgers, Roebuck, Salmon, Scrimshire, Shoffner, T. Steele, Stovall, Thomas, Trammell, Verkamp, W. Walker, Weaver, White.

Total47

NEGATIVE: Adams, Agee, Altes, Bennett, Bledsoe, Bond, Borhauer, Bright, Duggar, D. Elliott, Files, Fite, Gillespie, Glover, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Hutchinson, Jackson, Mack, Magnus, Milum, Minton, Ormond, Parks, Pritchard, Rackley, Rankin, Schall, Scroggin, J. Taylor, C. Taylor, Womack, Wood.

Total36

ABSENT OR NOT VOTING: Biggs, Bolin, Cleveland, J. Elliott, Ferguson, French, Holt, Hunt, Jacobs, Oglesby, Seawel, M. Smith, R. Smith, M. Steele, Teague, Willis, Mr. Speaker.

Total17

VOTING PRESENT:

Total0

Total number of votes cast83

Necessary to the passage of the bill51

So the Bill failed .

HOUSE BILL NO. 2556

BY: REPRESENTATIVE W. WALKER

Was read the third time and placed on final passage, the question being shall the Bill pass. The vote was as follows:

AFFIRMATIVE: Agee, Allison, Bradford, Carson, Clemons, Cleveland, Cook, Dees, Eason, Fite, Goss, Green, House, C. Johnson, Jones, Judy, Ledbetter, Lendall, Lewellen, McMellon, Napper, Rankin, Rodgers, T. Steele, Thomas, Trammell, W. Walker, White.

Total28

NEGATIVE: Adams, Bennett, Borhauer, Boyd, Bright, Childers, Dangeau, D. Elliott, Files, Gillespie, Gipson, Hausam, Hendren, Hickinbotham, Hutchinson, Jackson, Magnus, Milligan, Milum, Minton, Moore, Nichols, Parks, Pritchard, Rackley, Roebuck, Schall, Scroggin, M. Steele, C. Taylor, Womack.

Total31

ABSENT OR NOT VOTING: Altes, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Cowling, Duggar, J. Elliott, Ferguson, French, Glover, Haak, Holt, Hunt, Jacobs, G. Jeffress, King, Lowery, Mack, Mathis, Oglesby, Prater, Salmon, Scrimshire, Seawel, M. Smith, R. Smith, Stovall, Teague, Verkamp, Weaver, Willis, Wood, Mr. Speaker.

Total36

VOTING PRESENT: Creekmore, Hathorn, Ormond, Shoffner, J. Taylor.

Total5

Total number of votes cast64

Necessary to the passage of the bill51

So the Bill failed.

NOTICE OF RECONSIDERATION

Representative Scroggin served notice at 3:27 p.m. that he will, within the time prescribed by law, move to reconsider the vote by which **HOUSE BILL NO. 1293** failed to pass.

HOUSE BILL NO. 2264

BY: REPRESENTATIVE JUDY

Was read the third time and placed on final passage, the question being shall the Bill pass. The vote was as follows:

AFFIRMATIVE: Allison, Bevis, Biggs, Bolin, Bond, Bookout, Borhauer, Boyd, Bradford, Carson, Clemons, Cook, Cowling, Creekmore, Dangeau, Dees, Eason, Ferguson, Glover, Goss, Green, Haak, Hathorn, Hickinbotham, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mathis, McMellon, Milligan, Moore, Napper, Nichols, Prater, Rankin, Rodgers, Roebuck, Salmon, Scroggin, Shoffner, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, Thomas, Trammell, Weaver, White, Wood.

Total58

NEGATIVE: Adams, Agee, Bennett, Bright, Childers, Duggar, D. Elliott, Files, Fite, French, Gillespie, Hausam, Hendren, Holt, Mack, Magnus, Minton, Ormond, Parks, Rackley, Schall, Scrimshire, Womack.

Total23

ABSENT OR NOT VOTING: Altes, Bledsoe, Cleveland, J. Elliott, Gipson, House, Hunt, Hutchinson, Milum, Oglesby, Pritchard, Seawel, M. Smith, C. Taylor, Teague, Verkamp, W. Walker, Willis, Mr. Speaker.

Total19

VOTING PRESENT:

Total0

Total number of votes cast81

Necessary to the passage of the bill51

So the Bill passed and the title as read was agreed to.

Upon motion of Representative Judy the Clincher motion prevailed.

Motion was made by Representative T. Steele to Re-refer **HOUSE BILL NO. 2212** back to the Committee on PUBLIC TRANSPORTATION. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bolin, Bond, Bookout, Borhauer, Boyd, Bradford, Bright, Carson, Childers, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, Ferguson, Files, Fite, French, Gillespie, Glover, Goss, Green, Haak, Hathorn, Hausam, Hickinbotham, House, Jackson, Jacobs, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Schall, Scrimshire, Scroggin, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Wood.

Total84

NEGATIVE:

Total0

ABSENT OR NOT VOTING: Bledsoe, D. Elliott, J. Elliott, Gipson, Hendren, Holt, Hunt, Hutchinson, G. Jeffress, Magnus, Oglesby, Parks, Seawel, Willis, Womack, Mr. Speaker.

Total16

VOTING PRESENT:

Total0

Total number of votes cast84

Necessary to the adoption of the motion51

So the motion was adopted.

Representative Dees moved that the record by which **AMENDMENT NO. 1 TO SENATE BILL NO. 765** passed be expunged from the record.

On this motion the vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Borhauer, Boyd, Bradford, Bright, Carson, Childers, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, Ferguson, Files, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hickinbotham, Holt, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Schall, Scrimshire, Scroggin, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total89

NEGATIVE:

Total0

ABSENT OR NOT VOTING: D. Elliott, J. Elliott, Fite, Hendren, House, Hunt, Oglesby, Parks, Seawel, Willis, Mr. Speaker.

Total11

VOTING PRESENT:

Total0

Total number of votes cast89

Necessary to the adoption of the motion67

So the motion was adopted.

Upon motion of Representative French, **HOUSE BILL NO. 1540** was placed back on second reading for the purpose of amendment.

AMENDMENT NO. 2 TO HOUSE BILL NO. 1540

Amend **HOUSE BILL NO. 1540** as engrossed, 2/21/01:

Page 2, line 24 delete "33" and substitute "34"

And

Insert additional sections immediately follow Section 17 to read as follows:

" SECTION 18. APPROPRIATION. There is hereby appropriated, to the Administrative Office of the Courts, to be payable from the State Central Services Fund, for operating expenses for a continuing education program for Municipal Judges, for the biennial period ending June 30, 2003, the sum of\$120,000.

SECTION 19. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. FUND TRANSFER. Federal funds received by the Arkansas Department of Highway and Transportation from the United States Department of Transportation from safety incentive funds received under 23 USC Section 402 for the "State and Community Highway Safety Program" may be granted to the Administrative Office of the Courts and deposited into the State Central Services Fund to reimburse expenditures by the Administrative Office of the Courts for operating expenses of the Continuing Education Program for Municipal Judges as appropriated in Section 18 herein. The appropriation to the Administrative Office of the Courts provided in Section 18 may be expended only in the event that federal funds have been granted and will be transferred from the Arkansas Department of Highway and Transportation to reimburse the Continuing Education Program for Municipal Judges. The provisions of this section shall be in effect only from July 1, 2001 through June 30, 2003.

SECTION 20. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. CONTRACTING WITH PUBLIC DEFENDERS. The Administrative Office of the Courts Division of Dependency-Neglect Representation shall have the authority to enter into a Professional Services Agreement with a person who is serving as a part-time Public Defender or other part-time State Attorney and paid as an employee of the State of Arkansas when the Public Defender or other part-time State Attorney has been appointed to provide Dependency-Neglect Services by a Circuit Judge. The part-time Public Defender or other part-time State Attorney shall be eligible for additional compensation which

shall not be construed as exceeding the line item maximum for the grade of that position when the Administrative Office of the Courts reimburses the part-time Public Defender or other part-time State Attorney for Dependency-Neglect Representation services performed. The provisions of this section shall be in effect only from July 1, 2001 through June 30, 2003.

SECTION 21. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. DEPENDENCE-NEGLECT REPRESENTATION APPROPRIATION TRANSFER AUTHORITY. The Administrative Office of the Courts may request authorization from the Arkansas Legislative Council and the Chief Fiscal Officer of the State to transfer funds and appropriations between Item Numbers (01), (02), (03)(C) and (04) of Section 9 herein for the payment of employees and/or contractors providing legal services for the Division of Dependency-Neglect Representation. The provisions of this section shall be in effect only from July 1, 2001 through June 30, 2003."

And appropriately renumber subsequent sections.

/s/ H. W. Cleveland

The Amendment was read and adopted by more than 51 votes.

/s/ Ms. Jo Renshaw

Chief Clerk

Upon motion of Representative French, **HOUSE BILL NO. 1976** was placed back on second reading for the purpose of amendment.

AMENDMENT NO. 1 TO HOUSE BILL NO. 1976

Amend **HOUSE BILL NO. 1976** as originally introduced:

Page 2, line 36, delete in its entirety and substitute therefor the following:

(31) V018 SURPLUS PROPERTY INV CONTROL MGR 1 GRADE 17
 (32) V053 SURPLUS PROPERTY AGENT 7 GRADE 16

AND

Page 3, line 5, delete the number "22" and substitute therefor the number "23"

AND

Page 3, line 8, delete the number "121" and substitute therefor the number "125"

AND

Page 6, line 16, delete the numbers "\$ 339,026 \$ 347,842" and substitute therefor the numbers "\$ 420,466 \$ 431,565"

AND

Page 6, line 18, delete the numbers "105,019 106,748" and substitute therefor the numbers "133,835 136,020"

AND

Page 6, line 21, delete the numbers "804,240 834,240" and substitute therefor the numbers "924,240 1,014,240"

AND

Page 6, line 26, delete the numbers "\$1,383,048 \$1,423,593" and substitute therefor the numbers "\$1,613,304 \$1,716,586".

/s/ H. W. Cleveland

The Amendment was read and adopted by more than 51 votes.

/s/ Ms. Jo Renshaw
 Chief Clerk

Upon motion of Representative French the rules were suspended. Considered in the Committee of the Whole. Returned with the recommendation that it "DO PASS".

HOUSE BILL NO. 1438

BY: JOINT BUDGET COMMITTEE

Was read the third time and placed on final passage, the question being shall the Bill pass and shall the Emergency Clause be adopted. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Boyd, Bright, Carson, Childers, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Schall, Scrimshire, Scroggin, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total89

NEGATIVE:

Total0

ABSENT OR NOT VOTING: Borhauer, Bradford, J. Elliott, Hunt, Hutchinson, Judy, Magnus, Oglesby, Seawel, Willis, Mr. Speaker.

Total11

VOTING PRESENT:

Total0

Total number of votes cast89

Necessary to the passage of the bill75

So the Bill passed and the title as read was agreed to.

There being an Emergency Clause attached to **HOUSE BILL NO. 1438**, the Speaker ordered the clerk to call the roll upon the adoption of the Emergency Clause. The vote was as follows:

EMERGENCY CLAUSE

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Boyd, Bright, Carson, Childers, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Schall, Scrimshire, Scroggin, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total89

NEGATIVE:

Total0

ABSENT OR NOT VOTING: Borhauer, Bradford, J. Elliott, Hunt, Hutchinson, Judy, Magnus, Oglesby, Seawel, Willis, Mr. Speaker.

Total11

VOTING PRESENT:

Total0

Total number of votes cast.....89

Necessary to the adoption of the Emergency Clause67

So the Emergency Clause was adopted.

Upon motion of Representative French the rules were suspended. Considered in the Committee of the Whole. Returned with the recommendation that it "DO PASS".

HOUSE BILL NO. 1555

BY: JOINT BUDGET COMMITTEE

Was read the third time and placed on final passage, the question being shall the Bill pass and shall the Emergency Clause be adopted. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Boyd, Bradford, Bright, Carson, Childers, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Schall, Scrimshire, Scroggin, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total91

NEGATIVE:

Total0

ABSENT OR NOT VOTING: Borhauer, Clemons, J. Elliott, Hunt, Judy, Oglesby, Seawel, Willis, Mr. Speaker.

Total9

VOTING PRESENT:

Total0

Total number of votes cast91

Necessary to the passage of the bill75

So the Bill passed and the title as read was agreed to.

There being an Emergency Clause attached to **HOUSE BILL NO. 1555**, the Speaker ordered the clerk to call the roll upon the adoption of the Emergency Clause. The vote was as follows:

EMERGENCY CLAUSE

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Boyd, Bradford, Bright, Carson, Childers, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Schall, Scrimshire, Scroggin, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total91

NEGATIVE:

Total0

ABSENT OR NOT VOTING: Borhauer, Clemons, J. Elliott, Hunt, Judy, Oglesby, Seawel, Willis, Mr. Speaker.

Total9

VOTING PRESENT:

Total0

Total number of votes cast.....91

Necessary to the adoption of the Emergency Clause67

So the Emergency Clause was adopted.

Upon motion of Representative French the rules were suspended. Considered in the Committee of the Whole. Returned with the recommendation that it "DO PASS".

HOUSE BILL NO. 1556

BY: JOINT BUDGET COMMITTEE

Was read the third time and placed on final passage, the question being shall the Bill pass and shall the Emergency Clause be adopted. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Boyd, Bradford, Carson, Childers, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Rackley, Rankin, Rodgers, Roebuck, Salmon, Scrimshire, Scroggin, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total88

NEGATIVE:

Total0

ABSENT OR NOT VOTING: Borhauer, Bright, Clemons, J. Elliott, Goss, Hunt, Oglesby, Pritchard, Schall, Seawel, Willis, Mr. Speaker.

Total12

VOTING PRESENT:

Total0

Total number of votes cast88

Necessary to the passage of the bill75

So the Bill passed and the title as read was agreed to.

There being an Emergency Clause attached to **HOUSE BILL NO. 1556**, the Speaker ordered the clerk to call the roll upon the adoption of the Emergency Clause. The vote was as follows:

EMERGENCY CLAUSE

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Boyd, Bradford, Carson, Childers, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Rackley, Rankin, Rodgers, Roebuck, Salmon, Scrimshire, Scroggin, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total88

NEGATIVE:

Total0

ABSENT OR NOT VOTING: Borhauer, Bright, Clemons, J. Elliott, Goss, Hunt, Oglesby, Pritchard, Schall, Seawel, Willis, Mr. Speaker.

Total12

VOTING PRESENT:

Total0

Total number of votes cast.....88

Necessary to the adoption of the Emergency Clause67

So the Emergency Clause was adopted.

Upon motion of Representative French the rules were suspended. Considered in the Committee of the Whole. Returned with the recommendation that it "DO PASS".

HOUSE BILL NO. 1822

BY: JOINT BUDGET COMMITTEE

Was read the third time and placed on final passage, the question being shall the Bill pass and shall the Emergency Clause be adopted. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Boyd, Bradford, Carson, Childers, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Rackley, Rankin, Rodgers, Roebuck, Salmon, Scrimshire, Scroggin, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total87

NEGATIVE:

Total0

ABSENT OR NOT VOTING: Borhauer, Bright, Clemons, J. Elliott, Gillespie, Hunt, Oglesby, Pritchard, Schall, Seawel, Shoffner, Willis, Mr. Speaker.

Total13

VOTING PRESENT:

Total0

Total number of votes cast87

Necessary to the passage of the bill75

So the Bill passed and the title as read was agreed to.

There being an Emergency Clause attached to **HOUSE BILL NO. 1822**, the Speaker ordered the clerk to call the roll upon the adoption of the Emergency Clause. The vote was as follows:

EMERGENCY CLAUSE

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Boyd, Bradford, Carson, Childers, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Rackley, Rankin, Rodgers, Roebuck, Salmon, Scrimshire, Scroggin, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total87

NEGATIVE:

Total0

ABSENT OR NOT VOTING: Borhauer, Bright, Clemons, J. Elliott, Gillespie, Hunt, Oglesby, Pritchard, Schall, Seawel, Shoffner, Willis, Mr. Speaker.

Total13

VOTING PRESENT:

Total0

Total number of votes cast.....87

Necessary to the adoption of the Emergency Clause67

So the Emergency Clause was adopted.

Upon motion of Representative French the rules were suspended. Considered in the Committee of the Whole. Returned with the recommendation that it "DO PASS".

HOUSE BILL NO. 1823

BY: JOINT BUDGET COMMITTEE

Was read the third time and placed on final passage, the question being shall the Bill pass and shall the Emergency Clause be adopted. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Boyd, Bradford, Bright, Carson, Childers, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rankin, Rodgers, Roebuck, Salmon, Scrimshire, Scroggin, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Wood.

Total88

NEGATIVE:

Total0

ABSENT OR NOT VOTING: Borhauer, Clemons, Eason, J. Elliott, Hunt, Oglesby, Rackley, Schall, Seawel, Willis, Womack, Mr. Speaker.

Total12

VOTING PRESENT:

Total0

Total number of votes cast88

Necessary to the passage of the bill75

So the Bill passed and the title as read was agreed to.

There being an Emergency Clause attached to **HOUSE BILL NO. 1823**, the Speaker ordered the clerk to call the roll upon the adoption of the Emergency Clause. The vote was as follows:

EMERGENCY CLAUSE

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Boyd, Bradford, Bright, Carson, Childers, Cleveland, Cook, Cowling, Creekmere, Dangeau, Dees, Duggar, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rankin, Rodgers, Roebuck, Salmon, Scrimshire, Scroggin, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Wood.

Total88

NEGATIVE:

Total0

ABSENT OR NOT VOTING: Borhauer, Clemons, Eason, J. Elliott, Hunt, Oglesby, Rackley, Schall, Seawel, Willis, Womack, Mr. Speaker.

Total12

VOTING PRESENT:

Total0

Total number of votes cast.....88

Necessary to the adoption of the Emergency Clause67

So the Emergency Clause was adopted.

Upon motion of Representative French the rules were suspended. Considered in the Committee of the Whole. Returned with the recommendation that it "DO PASS".

HOUSE BILL NO. 1855

BY: JOINT BUDGET COMMITTEE

Was read the third time and placed on final passage, the question being shall the Bill pass and shall the Emergency Clause be adopted. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Boyd, Bradford, Bright, Carson, Childers, Cleveland, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Prater, Pritchard, Rankin, Rodgers, Roebuck, Salmon, Scrimshire, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Wood.

Total85

NEGATIVE:

Total0

ABSENT OR NOT VOTING: Borhauer, Clemons, Cook, D. Elliott, J. Elliott, Hunt, Oglesby, Parks, Rackley, Schall, Scroggin, Seawel, Willis, Womack, Mr. Speaker.

Total15

VOTING PRESENT:

Total0

Total number of votes cast85

Necessary to the passage of the bill75

So the Bill passed and the title as read was agreed to.

There being an Emergency Clause attached to **HOUSE BILL NO. 1855**, the Speaker ordered the clerk to call the roll upon the adoption of the Emergency Clause. The vote was as follows:

EMERGENCY CLAUSE

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Boyd, Bradford, Bright, Carson, Childers, Cleveland, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Prater, Pritchard, Rankin, Rodgers, Roebuck, Salmon, Scrimshire, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Wood.

Total85

NEGATIVE:

Total0

ABSENT OR NOT VOTING: Borhauer, Clemons, Cook, D. Elliott, J. Elliott, Hunt, Oglesby, Parks, Rackley, Schall, Scroggin, Seawel, Willis, Womack, Mr. Speaker.

Total15

VOTING PRESENT:

Total0

Total number of votes cast.....85

Necessary to the adoption of the Emergency Clause67

So the Emergency Clause was adopted.

Upon motion of Representative French the rules were suspended. Considered in the Committee of the Whole. Returned with the recommendation that it "DO PASS".

HOUSE BILL NO. 1856

BY: JOINT BUDGET COMMITTEE

Was read the third time and placed on final passage, the question being shall the Bill pass and shall the Emergency Clause be adopted. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Boyd, Bradford, Bright, Carson, Childers, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rankin, Rodgers, Roebuck, Salmon, Scrimshire, Scroggin, Shoffner, M. Smith, R. Smith, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total87

NEGATIVE:

Total0

ABSENT OR NOT VOTING: Borhauer, Clemons, J. Elliott, Ferguson, Hunt, Lowery, Oglesby, Rackley, Schall, Seawel, M. Steele, Willis, Mr. Speaker.

Total13

VOTING PRESENT:

Total0

Total number of votes cast87

Necessary to the passage of the bill75

So the Bill passed and the title as read was agreed to.

There being an Emergency Clause attached to **HOUSE BILL NO. 1856**, the Speaker ordered the clerk to call the roll upon the adoption of the Emergency Clause. The vote was as follows:

EMERGENCY CLAUSE

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Boyd, Bradford, Bright, Carson, Childers, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rankin, Rodgers, Roebuck, Salmon, Scrimshire, Scroggin, Shoffner, M. Smith, R. Smith, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total87

NEGATIVE:

Total0

ABSENT OR NOT VOTING: Borhauer, Clemons, J. Elliott, Ferguson, Hunt, Lowery, Oglesby, Rackley, Schall, Seawel, M. Steele, Willis, Mr. Speaker.

Total13

VOTING PRESENT:

Total0

Total number of votes cast.....87

Necessary to the adoption of the Emergency Clause67

So the Emergency Clause was adopted.

Upon motion of Representative French the rules were suspended. Considered in the Committee of the Whole. Returned with the recommendation that it "DO PASS".

HOUSE BILL NO. 1857

BY: JOINT BUDGET COMMITTEE

Was read the third time and placed on final passage, the question being shall the Bill pass and shall the Emergency Clause be adopted. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Boyd, Bradford, Bright, Carson, Childers, Cleveland, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rankin, Rodgers, Roebuck, Salmon, Scrimshire, Scroggin, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total87

NEGATIVE:

Total0

ABSENT OR NOT VOTING: Borhauer, Clemons, Cook, J. Elliott, Files, House, Hunt, Oglesby, Rackley, Schall, Seawel, Willis, Mr. Speaker.

Total13

VOTING PRESENT:

Total0

Total number of votes cast87

Necessary to the passage of the bill75

So the Bill passed and the title as read was agreed to.

There being an Emergency Clause attached to **HOUSE BILL NO. 1857**, the Speaker ordered the clerk to call the roll upon the adoption of the Emergency Clause. The vote was as follows:

EMERGENCY CLAUSE

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Boyd, Bradford, Bright, Carson, Childers, Cleveland, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rankin, Rodgers, Roebuck, Salmon, Scrimshire, Scroggin, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total87

NEGATIVE:

Total0

ABSENT OR NOT VOTING: Borhauer, Clemons, Cook, J. Elliott, Files, House, Hunt, Oglesby, Rackley, Schall, Seawel, Willis, Mr. Speaker.

Total13

VOTING PRESENT:

Total0

Total number of votes cast.....87

Necessary to the adoption of the Emergency Clause67

So the Emergency Clause was adopted.

Upon motion of Representative French the rules were suspended. Considered in the Committee of the Whole. Returned with the recommendation that it "DO PASS".

HOUSE BILL NO. 1858

BY: JOINT BUDGET COMMITTEE

Was read the third time and placed on final passage, the question being shall the Bill pass and shall the Emergency Clause be adopted. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Boyd, Bradford, Bright, Childers, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, King, Ledbetter, Lendall, Lewellen, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rankin, Rodgers, Roebuck, Salmon, Scrimshire, Scroggin, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total87

NEGATIVE:

Total0

ABSENT OR NOT VOTING: Borhauer, Carson, Clemons, J. Elliott, Hunt, Judy, Lowery, Oglesby, Rackley, Schall, Seawel, Willis, Mr. Speaker.

Total13

VOTING PRESENT:

Total0

Total number of votes cast87

Necessary to the passage of the bill75

So the Bill passed and the title as read was agreed to.

There being an Emergency Clause attached to **HOUSE BILL NO. 1858**, the Speaker ordered the clerk to call the roll upon the adoption of the Emergency Clause. The vote was as follows:

EMERGENCY CLAUSE

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Boyd, Bradford, Bright, Childers, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, King, Ledbetter, Lendall, Lewellen, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rankin, Rodgers, Roebuck, Salmon, Scrimshire, Scroggin, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total87

NEGATIVE:

Total0

ABSENT OR NOT VOTING: Borhauer, Carson, Clemons, J. Elliott, Hunt, Judy, Lowery, Oglesby, Rackley, Schall, Seawel, Willis, Mr. Speaker.

Total13

VOTING PRESENT:

Total0

Total number of votes cast.....87

Necessary to the adoption of the Emergency Clause67

So the Emergency Clause was adopted.

Upon motion of Representative French the rules were suspended. Considered in the Committee of the Whole. Returned with the recommendation that it "DO PASS".

HOUSE BILL NO. 1859

BY: JOINT BUDGET COMMITTEE

Was read the third time and placed on final passage, the question being shall the Bill pass and shall the Emergency Clause be adopted. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Boyd, Bradford, Bright, Carson, Childers, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rankin, Rodgers, Roebuck, Salmon, Scrimshire, Scroggin, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total88

NEGATIVE:

Total0

ABSENT OR NOT VOTING: Borhauer, Clemons, J. Elliott, Hunt, Hutchinson, Judy, Oglesby, Rackley, Schall, Seawel, Willis, Mr. Speaker.

Total12

VOTING PRESENT:

Total0

Total number of votes cast88

Necessary to the passage of the bill75

So the Bill passed and the title as read was agreed to.

There being an Emergency Clause attached to **HOUSE BILL NO. 1859**, the Speaker ordered the clerk to call the roll upon the adoption of the Emergency Clause. The vote was as follows:

EMERGENCY CLAUSE

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Boyd, Bradford, Bright, Carson, Childers, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rankin, Rodgers, Roebuck, Salmon, Scrimshire, Scroggin, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total88

NEGATIVE:

Total0

ABSENT OR NOT VOTING: Borhauer, Clemons, J. Elliott, Hunt, Hutchinson, Judy, Oglesby, Rackley, Schall, Seawel, Willis, Mr. Speaker.

Total12

VOTING PRESENT:

Total0

Total number of votes cast.....88

Necessary to the adoption of the Emergency Clause67

So the Emergency Clause was adopted.

Upon motion of Representative French the rules were suspended. Considered in the Committee of the Whole. Returned with the recommendation that it "DO PASS".

HOUSE BILL NO. 1970

BY: JOINT BUDGET COMMITTEE

Was read the third time and placed on final passage, the question being shall the Bill pass and shall the Emergency Clause be adopted. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Boyd, Bradford, Bright, Carson, Childers, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Scrimshire, Scroggin, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total89

NEGATIVE:

Total0

ABSENT OR NOT VOTING: Borhauer, Clemons, J. Elliott, Files, Hunt, Lewellen, Oglesby, Schall, Seawel, Willis, Mr. Speaker.

Total11

VOTING PRESENT:

Total0

Total number of votes cast89

Necessary to the passage of the bill75

So the Bill passed and the title as read was agreed to.

There being an Emergency Clause attached to **HOUSE BILL NO. 1970**, the Speaker ordered the clerk to call the roll upon the adoption of the Emergency Clause. The vote was as follows:

EMERGENCY CLAUSE

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Boyd, Bradford, Bright, Carson, Childers, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Scrimshire, Scroggin, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total89

NEGATIVE:

Total0

ABSENT OR NOT VOTING: Borhauer, Clemons, J. Elliott, Files, Hunt, Lewellen, Oglesby, Schall, Seawel, Willis, Mr. Speaker.

Total11

VOTING PRESENT:

Total0

Total number of votes cast.....89

Necessary to the adoption of the Emergency Clause67

So the Emergency Clause was adopted.

Upon motion of Representative French the rules were suspended. Considered in the Committee of the Whole. Returned with the recommendation that it "DO PASS".

HOUSE BILL NO. 2043

BY: JOINT BUDGET COMMITTEE

Was read the third time and placed on final passage, the question being shall the Bill pass and shall the Emergency Clause be adopted. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Boyd, Bradford, Bright, Carson, Childers, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Scrimshire, Scroggin, Shoffner, M. Smith, M. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total88

NEGATIVE:

Total0

ABSENT OR NOT VOTING: Borhauer, Clemons, J. Elliott, Hunt, Lewellen, Oglesby, Schall, Seawel, R. Smith, T. Steele, Willis, Mr. Speaker.

Total12

VOTING PRESENT:

Total0

Total number of votes cast88

Necessary to the passage of the bill75

So the Bill passed and the title as read was agreed to.

There being an Emergency Clause attached to **HOUSE BILL NO. 2043**, the Speaker ordered the clerk to call the roll upon the adoption of the Emergency Clause. The vote was as follows:

EMERGENCY CLAUSE

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Boyd, Bradford, Bright, Carson, Childers, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Scrimshire, Scroggin, Shoffner, M. Smith, M. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total88

NEGATIVE:

Total0

ABSENT OR NOT VOTING: Borhauer, Clemons, J. Elliott, Hunt, Lewellen, Oglesby, Schall, Seawel, R. Smith, T. Steele, Willis, Mr. Speaker.

Total12

VOTING PRESENT:

Total0

Total number of votes cast.....88

Necessary to the adoption of the Emergency Clause67

So the Emergency Clause was adopted.

Upon motion of Representative French the rules were suspended. Considered in the Committee of the Whole. Returned with the recommendation that it "DO PASS".

HOUSE BILL NO. 2044

BY: JOINT BUDGET COMMITTEE

Was read the third time and placed on final passage, the question being shall the Bill pass and shall the Emergency Clause be adopted. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Boyd, Bradford, Bright, Carson, Childers, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Scrimshire, Scroggin, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total91

NEGATIVE:

Total0

ABSENT OR NOT VOTING: Borhauer, J. Elliott, Hunt, Lewellen, Oglesby, Schall, Seawel, Willis, Mr. Speaker.

Total9

VOTING PRESENT:

Total0

Total number of votes cast91

Necessary to the passage of the bill75

So the Bill passed and the title as read was agreed to.

There being an Emergency Clause attached to **HOUSE BILL NO. 2044**, the Speaker ordered the clerk to call the roll upon the adoption of the Emergency Clause. The vote was as follows:

EMERGENCY CLAUSE

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Boyd, Bradford, Bright, Carson, Childers, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Scrimshire, Scroggin, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total91

NEGATIVE:

Total0

ABSENT OR NOT VOTING: Borhauer, J. Elliott, Hunt, Lewellen, Oglesby, Schall, Seawel, Willis, Mr. Speaker.

Total9

VOTING PRESENT:

Total0

Total number of votes cast.....91

Necessary to the adoption of the Emergency Clause67

So the Emergency Clause was adopted.

Upon motion of Representative French the rules were suspended. Considered in the Committee of the Whole. Returned with the recommendation that it "DO PASS".

HOUSE BILL NO. 2055

BY: JOINT BUDGET COMMITTEE

Was read the third time and placed on final passage, the question being shall the Bill pass and shall the Emergency Clause be adopted. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Boyd, Bradford, Bright, Carson, Childers, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Scrimshire, Scroggin, Seawel, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, Womack, Wood.

Total91

NEGATIVE:

Total0

ABSENT OR NOT VOTING: Borhauer, J. Elliott, Hunt, Lewellen, Oglesby, Schall, White, Willis, Mr. Speaker.

Total9

VOTING PRESENT:

Total0

Total number of votes cast91

Necessary to the passage of the bill75

So the Bill passed and the title as read was agreed to.

There being an Emergency Clause attached to **HOUSE BILL NO. 2055**, the Speaker ordered the clerk to call the roll upon the adoption of the Emergency Clause. The vote was as follows:

EMERGENCY CLAUSE

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Boyd, Bradford, Bright, Carson, Childers, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Scrimshire, Scroggin, Seawel, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, Womack, Wood.

Total91

NEGATIVE:

Total0

ABSENT OR NOT VOTING: Borhauer, J. Elliott, Hunt, Lewellen, Oglesby, Schall, White, Willis, Mr. Speaker.

Total9

VOTING PRESENT:

Total0

Total number of votes cast.....91

Necessary to the adoption of the Emergency Clause67

So the Emergency Clause was adopted.

Upon motion of Representative French the rules were suspended. Considered in the Committee of the Whole. Returned with the recommendation that it "DO PASS".

HOUSE BILL NO. 2056

BY: JOINT BUDGET COMMITTEE

Was read the third time and placed on final passage, the question being shall the Bill pass and shall the Emergency Clause be adopted. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Borhauer, Boyd, Bradford, Carson, Childers, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Scrimshire, Scroggin, Seawel, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, C. Taylor, Teague, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total91

NEGATIVE:

Total0

ABSENT OR NOT VOTING: Bright, J. Elliott, Hunt, Oglesby, Schall, J. Taylor, Thomas, Willis, Mr. Speaker.

Total9

VOTING PRESENT:

Total0

Total number of votes cast91

Necessary to the passage of the bill75

So the Bill passed and the title as read was agreed to.

There being an Emergency Clause attached to **HOUSE BILL NO. 2056**, the Speaker ordered the clerk to call the roll upon the adoption of the Emergency Clause. The vote was as follows:

EMERGENCY CLAUSE

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Borhauer, Boyd, Bradford, Carson, Childers, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Scrimshire, Scroggin, Seawel, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, C. Taylor, Teague, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total91

NEGATIVE:

Total0

ABSENT OR NOT VOTING: Bright, J. Elliott, Hunt, Oglesby, Schall, J. Taylor, Thomas, Willis, Mr. Speaker.

Total9

VOTING PRESENT:

Total0

Total number of votes cast.....91

Necessary to the adoption of the Emergency Clause67

So the Emergency Clause was adopted.

Upon motion of Representative French the rules were suspended. Considered in the Committee of the Whole. Returned with the recommendation that it "DO PASS".

HOUSE BILL NO. 2085

BY: JOINT BUDGET COMMITTEE

Was read the third time and placed on final passage, the question being shall the Bill pass and shall the Emergency Clause be adopted. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Borhauer, Boyd, Bradford, Bright, Carson, Childers, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Scrimshire, Scroggin, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, C. Taylor, Teague, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total89

NEGATIVE:

Total0

ABSENT OR NOT VOTING: J. Elliott, Hunt, Jacobs, Minton, Oglesby, Schall, Seawel, J. Taylor, Thomas, Willis, Mr. Speaker.

Total11

VOTING PRESENT:

Total0

Total number of votes cast89

Necessary to the passage of the bill75

So the Bill passed and the title as read was agreed to.

There being an Emergency Clause attached to **HOUSE BILL NO. 2085**, the Speaker ordered the clerk to call the roll upon the adoption of the Emergency Clause. The vote was as follows:

EMERGENCY CLAUSE

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Borhauer, Boyd, Bradford, Bright, Carson, Childers, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Scrimshire, Scroggin, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, C. Taylor, Teague, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total89

NEGATIVE:

Total0

ABSENT OR NOT VOTING: J. Elliott, Hunt, Jacobs, Minton, Oglesby, Schall, Seawel, J. Taylor, Thomas, Willis, Mr. Speaker.

Total11

VOTING PRESENT:

Total0

Total number of votes cast.....89

Necessary to the adoption of the Emergency Clause67

So the Emergency Clause was adopted.

Upon motion of Representative French the rules were suspended. Considered in the Committee of the Whole. Returned with the recommendation that it "DO PASS".

HOUSE BILL NO. 2089

BY: JOINT BUDGET COMMITTEE

Was read the third time and placed on final passage, the question being shall the Bill pass and shall the Emergency Clause be adopted. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Borhauer, Boyd, Bradford, Bright, Carson, Childers, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Scrimshire, Scroggin, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total93

NEGATIVE:

Total0

ABSENT OR NOT VOTING: J. Elliott, Hunt, Oglesby, Schall, Seawel, Willis, Mr. Speaker.

Total7

VOTING PRESENT:

Total0

Total number of votes cast93

Necessary to the passage of the bill75

So the Bill passed and the title as read was agreed to.

There being an Emergency Clause attached to **HOUSE BILL NO. 2089**, the Speaker ordered the clerk to call the roll upon the adoption of the Emergency Clause. The vote was as follows:

EMERGENCY CLAUSE

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Borhauer, Boyd, Bradford, Bright, Carson, Childers, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Scrimshire, Scroggin, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total93

NEGATIVE:

Total0

ABSENT OR NOT VOTING: J. Elliott, Hunt, Oglesby, Schall, Seawel, Willis, Mr. Speaker.

Total7

VOTING PRESENT:

Total0

Total number of votes cast.....93

Necessary to the adoption of the Emergency Clause67

So the Emergency Clause was adopted.

Upon motion of Representative French the rules were suspended. Considered in the Committee of the Whole. Returned with the recommendation that it "DO PASS".

HOUSE BILL NO. 2091

BY: JOINT BUDGET COMMITTEE

Was read the third time and placed on final passage, the question being shall the Bill pass and shall the Emergency Clause be adopted. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Borhauer, Boyd, Bradford, Bright, Carson, Childers, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Scrimshire, Scroggin, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total90

NEGATIVE:

Total0

ABSENT OR NOT VOTING: Clemons, J. Elliott, Hunt, Minton, Oglesby, Schall, Seawel, Thomas, Willis, Mr. Speaker.

Total10

VOTING PRESENT:

Total0

Total number of votes cast90

Necessary to the passage of the bill75

So the Bill passed and the title as read was agreed to.

There being an Emergency Clause attached to **HOUSE BILL NO. 2091**, the Speaker ordered the clerk to call the roll upon the adoption of the Emergency Clause. The vote was as follows:

EMERGENCY CLAUSE

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Borhauer, Boyd, Bradford, Bright, Carson, Childers, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Scrimshire, Scroggin, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total90

NEGATIVE:

Total0

ABSENT OR NOT VOTING: Clemons, J. Elliott, Hunt, Minton, Oglesby, Schall, Seawel, Thomas, Willis, Mr. Speaker.

Total10

VOTING PRESENT:

Total0

Total number of votes cast.....90

Necessary to the adoption of the Emergency Clause67

So the Emergency Clause was adopted.

Upon motion of Representative French the rules were suspended. Considered in the Committee of the Whole. Returned with the recommendation that it "DO PASS".

HOUSE BILL NO. 2115

BY: JOINT BUDGET COMMITTEE

Was read the third time and placed on final passage, the question being shall the Bill pass and shall the Emergency Clause be adopted. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Borhauer, Boyd, Bradford, Bright, Carson, Childers, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, Milligan, Milum, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Scrimshire, Scroggin, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total89

NEGATIVE:

Total0

ABSENT OR NOT VOTING: Clemons, J. Elliott, Hunt, McMellon, Minton, Oglesby, Schall, Seawel, Thomas, Willis, Mr. Speaker.

Total11

VOTING PRESENT:

Total0

Total number of votes cast89

Necessary to the passage of the bill75

So the Bill passed and the title as read was agreed to.

There being an Emergency Clause attached to **HOUSE BILL NO. 2115**, the Speaker ordered the clerk to call the roll upon the adoption of the Emergency Clause. The vote was as follows:

EMERGENCY CLAUSE

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Borhauer, Boyd, Bradford, Bright, Carson, Childers, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, Milligan, Milum, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Scrimshire, Scroggin, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total89

NEGATIVE:

Total0

ABSENT OR NOT VOTING: Clemons, J. Elliott, Hunt, McMellon, Minton, Oglesby, Schall, Seawel, Thomas, Willis, Mr. Speaker.

Total11

VOTING PRESENT:

Total0

Total number of votes cast89

Necessary to the adoption of the Emergency Clause67

So the Emergency Clause was adopted.

Upon motion of Representative French the rules were suspended. Considered in the Committee of the Whole. Returned with the recommendation that it "DO PASS".

HOUSE BILL NO. 2133

BY: JOINT BUDGET COMMITTEE

Was read the third time and placed on final passage, the question being shall the Bill pass and shall the Emergency Clause be adopted. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Borhauer, Boyd, Bradford, Bright, Carson, Childers, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Scrimshire, Scroggin, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total91

NEGATIVE:

Total0

ABSENT OR NOT VOTING: Clemons, J. Elliott, Hunt, Oglesby, Schall, Seawel, Thomas, Willis, Mr. Speaker.

Total9

VOTING PRESENT:

Total0

Total number of votes cast91

Necessary to the passage of the bill75

So the Bill passed and the title as read was agreed to.

There being an Emergency Clause attached to **HOUSE BILL NO. 2133**, the Speaker ordered the clerk to call the roll upon the adoption of the Emergency Clause. The vote was as follows:

EMERGENCY CLAUSE

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Borhauer, Boyd, Bradford, Bright, Carson, Childers, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Scrimshire, Scroggin, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total91

NEGATIVE:

Total0

ABSENT OR NOT VOTING: Clemons, J. Elliott, Hunt, Oglesby, Schall, Seawel, Thomas, Willis, Mr. Speaker.

Total9

VOTING PRESENT:

Total0

Total number of votes cast.....91

Necessary to the adoption of the Emergency Clause67

So the Emergency Clause was adopted.

Upon motion of Representative French the rules were suspended. Considered in the Committee of the Whole. Returned with the recommendation that it "DO PASS".

HOUSE BILL NO. 2134

BY: JOINT BUDGET COMMITTEE

Was read the third time and placed on final passage, the question being shall the Bill pass and shall the Emergency Clause be adopted. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Borhauer, Boyd, Bradford, Bright, Carson, Childers, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Scrimshire, Scroggin, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total92

NEGATIVE:

Total0

ABSENT OR NOT VOTING: J. Elliott, Hunt, Oglesby, Schall, Seawel, Thomas, Willis, Mr. Speaker.

Total8

VOTING PRESENT:

Total0

Total number of votes cast92

Necessary to the passage of the bill75

So the Bill passed and the title as read was agreed to.

There being an Emergency Clause attached to **HOUSE BILL NO. 2134**, the Speaker ordered the clerk to call the roll upon the adoption of the Emergency Clause. The vote was as follows:

EMERGENCY CLAUSE

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Borhauer, Boyd, Bradford, Bright, Carson, Childers, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Scrimshire, Scroggin, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total92

NEGATIVE:

Total0

ABSENT OR NOT VOTING: J. Elliott, Hunt, Oglesby, Schall, Seawel, Thomas, Willis, Mr. Speaker.

Total8

VOTING PRESENT:

Total0

Total number of votes cast.....92

Necessary to the adoption of the Emergency Clause67

So the Emergency Clause was adopted.

Upon motion of Representative French the rules were suspended. Considered in the Committee of the Whole. Returned with the recommendation that it "DO PASS".

HOUSE BILL NO. 2139

BY: JOINT BUDGET COMMITTEE

Was read the third time and placed on final passage, the question being shall the Bill pass and shall the Emergency Clause be adopted. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Borhauer, Boyd, Bradford, Bright, Carson, Childers, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Scrimshire, Scroggin, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total93

NEGATIVE:

Total0

ABSENT OR NOT VOTING: J. Elliott, Hunt, Oglesby, Schall, Seawel, Willis, Mr. Speaker.

Total7

VOTING PRESENT:

Total0

Total number of votes cast93

Necessary to the passage of the bill75

So the Bill passed and the title as read was agreed to.

There being an Emergency Clause attached to **HOUSE BILL NO. 2139**, the Speaker ordered the clerk to call the roll upon the adoption of the Emergency Clause. The vote was as follows:

EMERGENCY CLAUSE

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Borhauer, Boyd, Bradford, Bright, Carson, Childers, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Scrimshire, Scroggin, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Thomas, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total93

NEGATIVE:

Total0

ABSENT OR NOT VOTING: J. Elliott, Hunt, Oglesby, Schall, Seawel, Willis, Mr. Speaker.

Total7

VOTING PRESENT:

Total0

Total number of votes cast.....93

Necessary to the adoption of the Emergency Clause67

So the Emergency Clause was adopted.

Upon motion of Representative French the rules were suspended. Considered in the Committee of the Whole. Returned with the recommendation that it "DO PASS".

HOUSE BILL NO. 2140

BY: JOINT BUDGET COMMITTEE

Was read the third time and placed on final passage, the question being shall the Bill pass and shall the Emergency Clause be adopted. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Borhauer, Boyd, Bradford, Bright, Carson, Childers, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Scrimshire, Scroggin, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total91

NEGATIVE:

Total0

ABSENT OR NOT VOTING: D. Elliott, J. Elliott, Hunt, Oglesby, Schall, Seawel, Thomas, Willis, Mr. Speaker.

Total9

VOTING PRESENT:

Total0

Total number of votes cast91

Necessary to the passage of the bill75

So the Bill passed and the title as read was agreed to.

There being an Emergency Clause attached to **HOUSE BILL NO. 2140**, the Speaker ordered the clerk to call the roll upon the adoption of the Emergency Clause. The vote was as follows:

EMERGENCY CLAUSE

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Borhauer, Boyd, Bradford, Bright, Carson, Childers, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Scrimshire, Scroggin, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total91

NEGATIVE:

Total0

ABSENT OR NOT VOTING: D. Elliott, J. Elliott, Hunt, Oglesby, Schall, Seawel, Thomas, Willis, Mr. Speaker.

Total9

VOTING PRESENT:

Total0

Total number of votes cast.....91

Necessary to the adoption of the Emergency Clause67

So the Emergency Clause was adopted.

Upon motion of Representative French the rules were suspended. Considered in the Committee of the Whole. Returned with the recommendation that it "DO PASS".

HOUSE BILL NO. 2141

BY: JOINT BUDGET COMMITTEE

Was read the third time and placed on final passage, the question being shall the Bill pass and shall the Emergency Clause be adopted. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Borhauer, Boyd, Bradford, Bright, Carson, Childers, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Scrimshire, Scroggin, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total90

NEGATIVE:

Total0

ABSENT OR NOT VOTING: J. Elliott, Hausam, Hunt, Jacobs, Oglesby, Schall, Seawel, Thomas, Willis, Mr. Speaker.

Total10

VOTING PRESENT:

Total0

Total number of votes cast90

Necessary to the passage of the bill75

So the Bill passed and the title as read was agreed to.

There being an Emergency Clause attached to **HOUSE BILL NO. 2141**, the Speaker ordered the clerk to call the roll upon the adoption of the Emergency Clause. The vote was as follows:

EMERGENCY CLAUSE

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Borhauer, Boyd, Bradford, Bright, Carson, Childers, Clemons, Cleveland, Cook, Cowling, Creekmere, Dangeau, Dees, Duggar, Eason, D. Elliott, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lendall, Lewellen, Lowery, Mack, Magnus, Mathis, McMellon, Milligan, Milum, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Scrimshire, Scroggin, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total90

NEGATIVE:

Total0

ABSENT OR NOT VOTING: J. Elliott, Hausam, Hunt, Jacobs, Oglesby, Schall, Seawel, Thomas, Willis, Mr. Speaker.

Total10

VOTING PRESENT:

Total0

Total number of votes cast.....90

Necessary to the adoption of the Emergency Clause67

So the Emergency Clause was adopted.

Upon motion of Representative French the rules were suspended. Considered in the Committee of the Whole. Returned with the recommendation that it "DO PASS".

HOUSE BILL NO. 2157

BY: JOINT BUDGET COMMITTEE

Was read the third time and placed on final passage, the question being shall the Bill pass and shall the Emergency Clause be adopted. The vote was as follows:

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Boyd, Bradford, Bright, Carson, Childers, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lowery, Mack, Magnus, Mathis, Milligan, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Scrimshire, Scroggin, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total86

NEGATIVE:

Total0

ABSENT OR NOT VOTING: Borhauer, D. Elliott, J. Elliott, Hunt, Lendall, Lewellen, McMellon, Milum, Oglesby, Schall, Seawel, Thomas, Willis, Mr. Speaker.

Total14

VOTING PRESENT:

Total0

Total number of votes cast86

Necessary to the passage of the bill75

So the Bill passed and the title as read was agreed to.

There being an Emergency Clause attached to **HOUSE BILL NO. 2157**, the Speaker ordered the clerk to call the roll upon the adoption of the Emergency Clause. The vote was as follows:

EMERGENCY CLAUSE

AFFIRMATIVE: Adams, Agee, Allison, Altes, Bennett, Bevis, Biggs, Bledsoe, Bolin, Bond, Bookout, Boyd, Bradford, Bright, Carson, Childers, Clemons, Cleveland, Cook, Cowling, Creekmore, Dangeau, Dees, Duggar, Eason, Ferguson, Files, Fite, French, Gillespie, Gipson, Glover, Goss, Green, Haak, Hathorn, Hausam, Hendren, Hickinbotham, Holt, House, Hutchinson, Jackson, Jacobs, G. Jeffress, C. Johnson, Jones, Judy, King, Ledbetter, Lowery, Mack, Magnus, Mathis, Milligan, Minton, Moore, Napper, Nichols, Ormond, Parks, Prater, Pritchard, Rackley, Rankin, Rodgers, Roebuck, Salmon, Scrimshire, Scroggin, Shoffner, M. Smith, R. Smith, M. Steele, T. Steele, Stovall, J. Taylor, C. Taylor, Teague, Trammell, Verkamp, W. Walker, Weaver, White, Womack, Wood.

Total86

NEGATIVE:

Total0

ABSENT OR NOT VOTING: Borhauer, D. Elliott, J. Elliott, Hunt, Lendall, Lewellen, McMellon, Milum, Oglesby, Schall, Seawel, Thomas, Willis, Mr. Speaker.

Total14

VOTING PRESENT:

Total0

Total number of votes cast.....86

Necessary to the adoption of the Emergency Clause67

So the Emergency Clause was adopted.

HOUSE BILLS ORDERED TRANSMITTED TO THE SENATE AS PASSED

HOUSE BILL NO. 1002 BY REPRESENTATIVE DUGGAR
 HOUSE BILL NO. 1438 BY JOINT BUDGET COMMITTEE
 HOUSE BILL NO. 1543 BY REPRESENTATIVE NAPPER
 HOUSE BILL NO. 1555 BY JOINT BUDGET COMMITTEE
 HOUSE BILL NO. 1556 BY JOINT BUDGET COMMITTEE
 HOUSE BILL NO. 1612 BY REPRESENTATIVE BRIGHT
 HOUSE BILL NO. 1635 BY REPRESENTATIVE T. STEELE
 HOUSE BILL NO. 1701 BY REPRESENTATIVE CHILDERS
 HOUSE BILL NO. 1720 BY REPRESENTATIVE GOSS
 HOUSE BILL NO. 1822 BY JOINT BUDGET COMMITTEE
 HOUSE BILL NO. 1823 BY JOINT BUDGET COMMITTEE
 HOUSE BILL NO. 1855 BY JOINT BUDGET COMMITTEE
 HOUSE BILL NO. 1856 BY JOINT BUDGET COMMITTEE
 HOUSE BILL NO. 1857 BY JOINT BUDGET COMMITTEE
 HOUSE BILL NO. 1858 BY JOINT BUDGET COMMITTEE
 HOUSE BILL NO. 1859 BY JOINT BUDGET COMMITTEE
 HOUSE BILL NO. 1891 BY REPRESENTATIVE HOLT
 HOUSE BILL NO. 1970 BY JOINT BUDGET COMMITTEE
 HOUSE BILL NO. 2043 BY JOINT BUDGET COMMITTEE
 HOUSE BILL NO. 2044 BY JOINT BUDGET COMMITTEE
 HOUSE BILL NO. 2055 BY JOINT BUDGET COMMITTEE
 HOUSE BILL NO. 2056 BY JOINT BUDGET COMMITTEE
 HOUSE BILL NO. 2085 BY JOINT BUDGET COMMITTEE
 HOUSE BILL NO. 2089 BY JOINT BUDGET COMMITTEE
 HOUSE BILL NO. 2091 BY JOINT BUDGET COMMITTEE
 HOUSE BILL NO. 2115 BY JOINT BUDGET COMMITTEE
 HOUSE BILL NO. 2133 BY JOINT BUDGET COMMITTEE
 HOUSE BILL NO. 2134 BY JOINT BUDGET COMMITTEE
 HOUSE BILL NO. 2139 BY JOINT BUDGET COMMITTEE
 HOUSE BILL NO. 2140 BY JOINT BUDGET COMMITTEE
 HOUSE BILL NO. 2141 BY JOINT BUDGET COMMITTEE
 HOUSE BILL NO. 2157 BY JOINT BUDGET COMMITTEE
 HOUSE BILL NO. 2173 BY REPRESENTATIVE LEDBETTER
 HOUSE BILL NO. 2180 BY REPRESENTATIVE CARSON
 HOUSE BILL NO. 2181 BY REPRESENTATIVE CARSON

HOUSE BILLS ORDERED TRANSMITTED TO THE SENATE AS PASSED,
CONTINUED

HOUSE BILL NO. 2195 BY REPRESENTATIVE MAGNUS
 HOUSE BILL NO. 2199 BY REPRESENTATIVE NAPPER
 HOUSE BILL NO. 2264 BY REPRESENTATIVE JUDY
 HOUSE BILL NO. 2352 BY REPRESENTATIVE CLEMONS
 HOUSE BILL NO. 2380 BY REPRESENTATIVE CLEVELAND
 HOUSE BILL NO. 2381 BY REPRESENTATIVE CLEVELAND
 HOUSE BILL NO. 2392 BY REPRESENTATIVE MINTON
 HOUSE BILL NO. 2399 BY REPRESENTATIVE TEAGUE
 HOUSE BILL NO. 2409 BY REPRESENTATIVE CARSON
 HOUSE BILL NO. 2415 BY REPRESENTATIVE HAUSAM
 HOUSE BILL NO. 2439 BY REPRESENTATIVE GLOVER
 HOUSE BILL NO. 2521 BY REPRESENTATIVE FRENCH
 HOUSE BILL NO. 2536 BY REPRESENTATIVE BIGGS
 HOUSE BILL NO. 2593 BY REPRESENTATIVE BRIGHT
 HOUSE BILL NO. 2594 BY REPRESENTATIVE WHITE
 HOUSE BILL NO. 2602 BY REPRESENTATIVE McMELLON
 HOUSE BILL NO. 2647 BY REPRESENTATIVE D. ELLIOTT

SENATE BILLS ORDERED RETURNED TO THE SENATE AS PASSED

SENATE BILL NO. 565 BY SENATOR P. MALONE

ARKANSAS SENATE
HOUSE BILLS RETURNED FROM THE SENATE AS PASSED

HOUSE BILL NO. 1185 AS AMENDED, BY REPRESENTATIVE McMELLON
 HOUSE BILL NO. 1353 BY JOINT BUDGET COMMITTEE
 HOUSE BILL NO. 1405 BY JOINT BUDGET COMMITTEE
 HOUSE BILL NO. 1587 BY REPRESENTATIVE DEES
 HOUSE BILL NO. 1602 BY JOINT BUDGET COMMITTEE
 HOUSE BILL NO. 1676 BY REPRESENTATIVE RANKIN
 HOUSE BILL NO. 1703 BY REPRESENTATIVE J. ELLIOTT
 HOUSE BILL NO. 1771 BY REPRESENTATIVE BOOKOUT
 HOUSE BILL NO. 1777 BY JOINT BUDGET COMMITTEE
 HOUSE BILL NO. 1794 BY REPRESENTATIVE CREEKMORE

ARKANSAS SENATE, HOUSE BILLS RETURNED FROM THE SENATE AS
PASSED, CONTINUED

HOUSE BILL NO. 1849 BY JOINT BUDGET COMMITTEE
 HOUSE BILL NO. 1860 BY JOINT BUDGET COMMITTEE
 HOUSE BILL NO. 2016 BY JOINT BUDGET COMMITTEE
 HOUSE BILL NO. 2018 BY JOINT BUDGET COMMITTEE
 HOUSE BILL NO. 2029 BY JOINT BUDGET COMMITTEE
 HOUSE BILL NO. 2032 BY JOINT BUDGET COMMITTEE
 HOUSE BILL NO. 2083 BY JOINT BUDGET COMMITTEE
 HOUSE BILL NO. 2087 BY JOINT BUDGET COMMITTEE
 HOUSE BILL NO. 2093 BY JOINT BUDGET COMMITTEE
 HOUSE BILL NO. 2225 BY REPRESENTATIVE HATHORN
 HOUSE BILL NO. 2279 BY REPRESENTATIVE G. JEFFRESS
 HOUSE BILL NO. 2613 BY REPRESENTATIVE ALLISON

ARKANSAS SENATE
 HOUSE CONCURRENT RESOLUTIONS CONCURRED IN
 AND RETURNED TO THE HOUSE

HOUSE CONCURRENT RESOLUTION NO. 1027
 BY REPRESENTATIVE TRAMMELL
 HOUSE CONCURRENT RESOLUTION NO. 1031
 BY REPRESENTATIVE TRAMMELL

ARKANSAS SENATE
 HOUSE BILLS RETURNED FROM THE SENATE AS HAVING FAILED TO PASS

HOUSE BILL NO. 1049 BY REPRESENTATIVE JUDY

ARKANSAS SENATE
SENATE BILLS RECEIVED FROM SENATE

SENATE BILL NO. 4	BY SENATOR K. SMITH
SENATE BILL NO. 243	BY JOINT BUDGET COMMITTEE
SENATE BILL NO. 523	BY JOINT BUDGET COMMITTEE
SENATE BILL NO. 535	BY JOINT BUDGET COMMITTEE
SENATE BILL NO. 536	BY JOINT BUDGET COMMITTEE
SENATE BILL NO. 576	BY SENATOR RIGGS
SENATE BILL NO. 615	BY JOINT BUDGET COMMITTEE
SENATE BILL NO. 632	BY SENATOR BAKER
SENATE BILL NO. 638	BY JOINT BUDGET COMMITTEE
SENATE BILL NO. 659	BY JOINT BUDGET COMMITTEE
SENATE BILL NO. 700	BY JOINT BUDGET COMMITTEE
SENATE BILL NO. 727	BY JOINT BUDGET COMMITTEE
SENATE BILL NO. 807	BY SENATOR K. SMITH
SENATE BILL NO. 821	BY SENATOR FITCH
SENATE BILL NO. 827	BY SENATOR WEBB
SENATE BILL NO. 847	BY SENATOR CASH
SENATE BILL NO. 930	BY SENATOR FITCH
SENATE BILL NO. 964	BY SENATOR CRITCHER
SENATE BILL NO. 971	BY SENATOR DELAY
SENATE BILL NO. 974	BY SENATOR FITCH
SENATE BILL NO. 975	BY SENATOR K. SMITH

ENROLLED AND DELIVERY TO GOVERNOR REPORTS

Little Rock, Arkansas

March 19, 2001

MR. SPEAKER:

We, your committee on Enrolled Bills, to whom was referred the following:

HOUSE BILL NO. 1053 BY REPRESENTATIVE MILLIGAN, ET AL
 HOUSE BILL NO. 1624 BY REPRESENTATIVE MAGNUS, ET AL
 HOUSE BILL NO. 1639 BY REPRESENTATIVE ALTES, ET AL
 HOUSE BILL NO. 2322 BY REPRESENTATIVE DANGEAU, ET AL
 HOUSE BILL NO. 2423 BY REPRESENTATIVE BOYD, ET AL
 HOUSE CONCURRENT RESOLUTION NO. 1025
 BY REPRESENTATIVE STOVALL
 HOUSE CONCURRENT RESOLUTION NO. 1035
 BY REPRESENTATIVE COOK

beg leave to report that we have carefully compared the enrolled copies with the original and we find the same correctly enrolled and have at 9:00 a.m. delivered them to the Governor for his approval.

Respectfully submitted,

/s/ Shane Broadway
 Chairman

RECEIPT FROM THE GOVERNOR

RECEIVED FROM THE HOUSE:

HOUSE BILL NO. 1053 BY REPRESENTATIVE MILLIGAN, ET AL
 HOUSE BILL NO. 1624 BY REPRESENTATIVE MAGNUS, ET AL
 HOUSE BILL NO. 1639 BY REPRESENTATIVE ALTES, ET AL
 HOUSE BILL NO. 2322 BY REPRESENTATIVE DANGEAU, ET AL
 HOUSE BILL NO. 2423 BY REPRESENTATIVE BOYD, ET AL
 HOUSE CONCURRENT RESOLUTION NO. 1025
 BY REPRESENTATIVE STOVALL
 HOUSE CONCURRENT RESOLUTION NO. 1035
 BY REPRESENTATIVE COOK

/s/ Mike Huckabee - Governor

TIME: 9:00 a.m.

By: Barb Meyer

ENROLLED AND DELIVERY TO GOVERNOR REPORTS

Little Rock, Arkansas

March 19, 2001

MR. SPEAKER:

We, your committee on Enrolled Bills, to whom was referred the following:

HOUSE BILL NO. 1018 BY REPRESENTATIVE MILUM, ET AL

HOUSE BILL NO. 1477 BY REPRESENTATIVE WEAVER, ET AL

HOUSE BILL NO. 1513 BY REPRESENTATIVES COOK, LOWERY

HOUSE BILL NO. 2210 BY REPRESENTATIVES D. ELLIOTT, CREEKMORE

beg leave to report that we have carefully compared the enrolled copies with the original and we find the same correctly enrolled and have at 2:20 p.m. delivered them to the Governor for his approval.

Respectfully submitted,

/s/ Shane Broadway

Chairman

RECEIPT FROM THE GOVERNOR

RECEIVED FROM THE HOUSE:

HOUSE BILL NO. 1018 BY REPRESENTATIVE MILUM, ET AL

HOUSE BILL NO. 1477 BY REPRESENTATIVE WEAVER, ET AL

HOUSE BILL NO. 1513 BY REPRESENTATIVES COOK, LOWERY

HOUSE BILL NO. 2210 BY REPRESENTATIVES D. ELLIOTT, CREEKMORE

/s/ Mike Huckabee - Governor

TIME: 2:20 p.m.

By: Barb Meyer

ENROLLED AND DELIVERY TO GOVERNOR REPORTS

Little Rock, Arkansas

March 19, 2001

MR. SPEAKER:

We, your committee on Enrolled Bills, to whom was referred the following:

HOUSE CONCURRENT RESOLUTION NO. 1027

BY REPRESENTATIVE TRAMMELL

HOUSE CONCURRENT RESOLUTION NO. 1032

BY REPRESENTATIVE TRAMMELL

beg leave to report that we have carefully compared the enrolled copies with the original and we find the same correctly enrolled and have at 3:30 p.m. delivered them to the Governor for his approval.

Respectfully submitted,

/s/ Shane Broadway

Chairman

RECEIPT FROM THE GOVERNOR

RECEIVED FROM THE HOUSE:

HOUSE CONCURRENT RESOLUTION NO. 1027

BY REPRESENTATIVE TRAMMELL

HOUSE CONCURRENT RESOLUTION NO. 1032

BY REPRESENTATIVE TRAMMELL

/s/ Mike Huckabee - Governor

TIME: 3:30 p.m.

By: Barb Meyer

STATE OF ARKANSAS
OFFICE OF THE GOVERNOR

Little Rock, Arkansas

March 19, 2001

TO THE SPEAKER OF THE HOUSE

Dear Mr. Speaker:

This is to inform your Honorable Body that on March 19, 2001, I approved the following measures from the Session of the Eighty-third General Assembly.

House Bill 1040, which is now Act 809 of 2001,
House Bill 1131, which is now Act 810 of 2001,
House Bill 1257, which is now Act 811 of 2001,
House Bill 1286, which is now Act 812 of 2001,
House Bill 1292, which is now Act 813 of 2001,
House Bill 1309, which is now Act 814 of 2001,
House Bill 1374, which is now Act 815 of 2001,
House Bill 1416, which is now Act 816 of 2001,
House Bill 1446, which is now Act 817 of 2001,
House Bill 1523, which is now Act 818 of 2001,
House Bill 1530, which is now Act 819 of 2001,
House Bill 1651, which is now Act 820 of 2001,
House Bill 1652, which is now Act 821 of 2001,
House Bill 1687, which is now Act 822 of 2001,
House Bill 1738, which is now Act 823 of 2001,
House Bill 1739, which is now Act 824 of 2001, and
House Bill 1776, which is now Act 825 of 2001.

Sincerely,

/s/ Mike Huckabee

MH:bbm

cc: President of the Senate

STATE OF ARKANSAS
OFFICE OF THE GOVERNOR

Little Rock, Arkansas

March 19, 2001

TO THE SPEAKER OF THE HOUSE

Dear Mr. Speaker:

This is to inform your Honorable Body that on March 19, 2001, I approved the following measures from the Session of the Eighty-third General Assembly.

House Bill 1790, which is now Act 826 of 2001,
House Bill 1793, which is now Act 827 of 2001,
House Bill 1830, which is now Act 828 of 2001,
House Bill 1832, which is now Act 829 of 2001,
House Bill 1833, which is now Act 830 of 2001,
House Bill 1848, which is now Act 831 of 2001,
House Bill 1850, which is now Act 832 of 2001,
House Bill 1866, which is now Act 833 of 2001,
House Bill 1867, which is now Act 834 of 2001,
House Bill 1868, which is now Act 835 of 2001,
House Bill 1869, which is now Act 836 of 2001,
House Bill 1879, which is now Act 837 of 2001,
House Bill 1896, which is now Act 838 of 2001,
House Bill 1897, which is now Act 839 of 2001,
House Bill 1906, which is now Act 840 of 2001,
House Bill 1907, which is now Act 841 of 2001, and
House Bill 1911, which is now Act 842 of 2001.

Sincerely,

/s/ Mike Huckabee

MH:bbm

cc: President of the Senate

STATE OF ARKANSAS
OFFICE OF THE GOVERNOR

Little Rock, Arkansas

March 19, 2001

TO THE SPEAKER OF THE HOUSE

Dear Mr. Speaker:

This is to inform your Honorable Body that on March 19, 2001, I approved the following measures from the Session of the Eighty-third General Assembly.

House Bill 1915, which is now Act 843 of 2001,
House Bill 1916, which is now Act 844 of 2001,
House Bill 1917, which is now Act 845 of 2001,
House Bill 1920, which is now Act 846 of 2001,
House Bill 1941, which is now Act 847 of 2001,
House Bill 1946, which is now Act 848 of 2001,
House Bill 1947, which is now Act 849 of 2001,
House Bill 1951, which is now Act 850 of 2001,
House Bill 1957, which is now Act 851 of 2001,
House Bill 1958, which is now Act 852 of 2001,
House Bill 1960, which is now Act 853 of 2001,
House Bill 1967, which is now Act 854 of 2001,
House Bill 1969, which is now Act 855 of 2001, and
House Bill 1972, which is now Act 856 of 2001.

Sincerely,

/s/ Mike Huckabee

MH:bbm

cc: President of the Senate

STATE OF ARKANSAS
OFFICE OF THE GOVERNOR

Little Rock, Arkansas

March 19, 2001

TO THE SPEAKER OF THE HOUSE

Dear Mr. Speaker:

This is to inform your Honorable Body that on March 19, 2001, I approved the following measures from the Session of the Eighty-third General Assembly.

House Bill 1974, which is now Act 857 of 2001,
House Bill 1975, which is now Act 858 of 2001,
House Bill 1989, which is now Act 859 of 2001,
House Bill 1993, which is now Act 860 of 2001,
House Bill 1994, which is now Act 861 of 2001,
House Bill 1996, which is now Act 862 of 2001,
House Bill 1997, which is now Act 863 of 2001,
House Bill 2001, which is now Act 864 of 2001,
House Bill 2004, which is now Act 865 of 2001,
House Bill 2005, which is now Act 866 of 2001,
House Bill 2013, which is now Act 867 of 2001,
House Bill 2014, which is now Act 868 of 2001,
House Bill 2019, which is now Act 869 of 2001,
House Bill 2020, which is now Act 870 of 2001,
House Bill 2023, which is now Act 871 of 2001,
House Bill 2026, which is now Act 872 of 2001, and
House Bill 2028, which is now Act 873 of 2001.

Sincerely,

/s/ Mike Huckabee

MH:bbm

cc: President of the Senate

STATE OF ARKANSAS
OFFICE OF THE GOVERNOR

Little Rock, Arkansas

March 19, 2001

TO THE SPEAKER OF THE HOUSE

Dear Mr. Speaker:

This is to inform your Honorable Body that on March 19, 2001, I approved the following measures from the Session of the Eighty-third General Assembly.

House Bill 2031, which is now Act 874 of 2001,
House Bill 2033, which is now Act 875 of 2001,
House Bill 2034, which is now Act 876 of 2001,
House Bill 2037, which is now Act 877 of 2001,
House Bill 2038, which is now Act 878 of 2001,
House Bill 2042, which is now Act 879 of 2001,
House Bill 2063, which is now Act 880 of 2001,
House Bill 2064, which is now Act 881 of 2001,
House Bill 2071, which is now Act 882 of 2001,
House Bill 2072, which is now Act 883 of 2001,
House Bill 2073, which is now Act 884 of 2001,
House Bill 2074, which is now Act 885 of 2001,
House Bill 2075, which is now Act 886 of 2001,
House Bill 2077, which is now Act 887 of 2001,
House Bill 2082, which is now Act 888 of 2001,
House Bill 2084, which is now Act 889 of 2001, and
House Bill 2095, which is now Act 890 of 2001.

Sincerely,

/s/ Mike Huckabee

MH:bbm

cc: President of the Senate

STATE OF ARKANSAS
OFFICE OF THE GOVERNOR

Little Rock, Arkansas

March 19, 2001

TO THE SPEAKER OF THE HOUSE

Dear Mr. Speaker:

This is to inform your Honorable Body that on March 19, 2001, I approved the following measures from the Session of the Eighty-third General Assembly.

House Bill 2099, which is now Act 891 of 2001,
House Bill 2100, which is now Act 892 of 2001,
House Bill 2101, which is now Act 893 of 2001,
House Bill 2102, which is now Act 894 of 2001,
House Bill 2103, which is now Act 895 of 2001,
House Bill 2105, which is now Act 896 of 2001,
House Bill 2108, which is now Act 897 of 2001,
House Bill 2154, which is now Act 898 of 2001,
House Bill 2182, which is now Act 899 of 2001,
House Bill 2189, which is now Act 900 of 2001,
House Bill 2202, which is now Act 901 of 2001, and
House Bill 2030, which is now Act 902 of 2001.

Sincerely,

/s/ Mike Huckabee

MH:bbm

cc: President of the Senate

STATE OF ARKANSAS
OFFICE OF THE GOVERNOR

Little Rock, Arkansas

March 19, 2001

TO THE SPEAKER OF THE HOUSE

Dear Mr. Speaker:

This is to inform your Honorable Body that on March 19, 2001, I approved the following measures from the Session of the Eighty-third General Assembly.

House Bill 1218, which is now Act 918 of 2001,
House Bill 1279, which is now Act 919 of 2001,
House Bill 1423, which is now Act 920 of 2001,
House Bill 1440, which is now Act 922 of 2001,
House Bill 1502, which is now Act 923 of 2001,
House Bill 1536, which is now Act 921 of 2001,
House Bill 1632, which is now Act 924 of 2001,
House Bill 1660, which is now Act 925 of 2001,
House Bill 1677, which is now Act 926 of 2001,
House Bill 1731, which is now Act 927 of 2001,
House Bill 1733, which is now Act 928 of 2001,
House Bill 1743, which is now Act 929 of 2001,
House Bill 2109, which is now Act 930 of 2001,
House Bill 2111, which is now Act 931 of 2001,
House Bill 2112, which is now Act 932 of 2001, and
House Bill 2116, which is now Act 933 of 2001.

Sincerely,

/s/ Mike Huckabee

MH:bbm

cc: President of the Senate

STATE OF ARKANSAS
OFFICE OF THE GOVERNOR

Little Rock, Arkansas

March 19, 2001

TO THE SPEAKER OF THE HOUSE

Dear Mr. Speaker:

This is to inform your Honorable Body that on March 19, 2001, I approved the following measures from the Session of the Eighty-third General Assembly.

House Bill 2119, which is now Act 934 of 2001,
House Bill 2120, which is now Act 935 of 2001,
House Bill 2121, which is now Act 936 of 2001,
House Bill 2124, which is now Act 937 of 2001,
House Bill 2125, which is now Act 938 of 2001,
House Bill 2127, which is now Act 939 of 2001,
House Bill 2137, which is now Act 940 of 2001,
House Bill 2138, which is now Act 941 of 2001,
House Bill 2143, which is now Act 942 of 2001,
House Bill 2144, which is now Act 943 of 2001,
House Bill 2147, which is now Act 944 of 2001,
House Bill 2148, which is now Act 945 of 2001,
House Bill 2156, which is now Act 946 of 2001,
House Bill 2158, which is now Act 947 of 2001, and
House Bill 2160, which is now Act 948 of 2001,

Sincerely,

/s/ Mike Huckabee

MH:bbm

cc: President of the Senate

SENATE BILL NO. 4

BY: SENATOR K. SMITH

A BILL FOR AN ACT TO BE ENTITLED AN ACT TO PROVIDE FOR AN ALTERNATE MEANS OF SATISFACTION OF THE STATUTE OF LIMITATIONS FOR PROSECUTIONS BASED ON DNA AND OTHER SCIENTIFIC EVIDENCE; FOR POST-CONVICTION APPEALS BASED ON DNA AND OTHER SCIENTIFIC EVIDENCE; FOR CHAIN OF CUSTODY PROTECTION FOR DNA AND OTHER SCIENTIFIC EVIDENCE; AND FOR OTHER PURPOSES.

Was read the first time, rules suspended, read the second time and referred to the Committee on JUDICIARY.

SENATE BILL NO. 243

BY: JOINT BUDGET COMMITTEE

A BILL FOR AN ACT TO BE ENTITLED AN ACT TO AMEND ARKANSAS CODE 16-10-902 AND 16-10-904 TO SET THE COMPENSATION RATE FOR RETIRED JUDGES APPOINTED TO TEMPORARY SERVICE; AND FOR OTHER PURPOSES.

Was read the first time, rules suspended, read the second time and referred to the Committee on JOINT BUDGET.

SENATE BILL NO. 523

BY: JOINT BUDGET COMMITTEE

A BILL FOR AN ACT TO BE ENTITLED AN ACT TO MAKE AN APPROPRIATION TO THE DEPARTMENT OF HUMAN SERVICES - DIVISION OF AGING AND ADULT SERVICES FOR MAINTENANCE/CONSTRUCTION/RENOVATION; AND FOR OTHER PURPOSES.

Was read the first time, rules suspended, read the second time and referred to the Committee on JOINT BUDGET.

SENATE BILL NO. 535

BY: JOINT BUDGET COMMITTEE

A BILL FOR AN ACT TO BE ENTITLED AN ACT TO AUTHORIZE A TRANSFER TO THE RED RIVER COMMISSION FROM THE GENERAL IMPROVEMENT FUND BY THE ARKANSAS SOIL AND WATER CONSERVATION COMMISSION FOR THE BIENNIAL PERIOD ENDING JUNE 30, 2003; AND FOR OTHER PURPOSES.

Was read the first time, rules suspended, read the second time and referred to the Committee on JOINT BUDGET.

SENATE BILL NO. 536

BY: JOINT BUDGET COMMITTEE

A BILL FOR AN ACT TO BE ENTITLED AN ACT TO MAKE AN APPROPRIATION FOR OPERATING EXPENSES OF THE SOUTHERN TENANT FARMERS UNION MUSEUM IN TYRONZA, ARKANSAS FOR THE ARKANSAS STATE UNIVERSITY FOR THE BIENNIAL PERIOD ENDING JUNE 30, 2003; AND FOR OTHER PURPOSES.

Was read the first time, rules suspended, read the second time and referred to the Committee on JOINT BUDGET.

SENATE BILL NO. 576

BY: SENATOR RIGGS, MAHONY, *CASH, WILKINS, J. JEFFRESS*

BY: REPRESENTATIVES COOK, BOND, CARSON, LEDBETTER, DANGEAU, NAPPER, JUDY, T. ROEBUCK, MACK, BORHAUER, ALLISON, FRENCH

A BILL FOR AN ACT TO BE ENTITLED THE CHILD CARE FOR WORKING FAMILIES ACT; AND FOR OTHER PURPOSES.

Was read the first time, second reading objected to.

SENATE BILL NO. 615

BY: *JOINT BUDGET COMMITTEE*

A BILL FOR AN ACT TO BE ENTITLED AN ACT TO MAKE AN APPROPRIATION TO THE DEPARTMENT OF FINANCE AND ADMINISTRATION - DISBURSING OFFICER FOR STATE SUPPORT TO THE OLD INDEPENDENCE REGIONAL MUSEUM; AND FOR OTHER PURPOSES.

Was read the first time, rules suspended, read the second time and referred to the Committee on JOINT BUDGET.

SENATE BILL NO. 632

BY: SENATORS BAKER, WILKINSON, FITCH**BY: REPRESENTATIVES VERKAMP, SCROGGIN, *PARKS, HOLT***

A BILL FOR AN ACT TO BE ENTITLED AN ACT TO CURB THE GROWTH IN THE NUMBER OF SPECIAL LICENSE PLATES; TO DISCONTINUE FURTHER ISSUANCE OF SPECIAL LICENSE PLATES WITH FEWER THAN 500 PLATES ISSUED; AND FOR OTHER PURPOSES.

Was read the first time, rules suspended, read the second time and referred to the Committee on PUBLIC TRANSPORTATION.

SENATE BILL NO. 638

BY: *JOINT BUDGET COMMITTEE*

A BILL FOR AN ACT TO BE ENTITLED AN ACT TO MAKE AN APPROPRIATION TO THE ARKANSAS SOIL AND WATER CONSERVATION COMMISSION FOR ADDITIONAL STUDY EXPENSES FOR THE RED RIVER COMMISSION OF ARKANSAS; AND FOR OTHER PURPOSES.

Was read the first time, rules suspended, read the second time and referred to the Committee on JOINT BUDGET.

SENATE BILL NO. 659

BY: JOINT BUDGET COMMITTEE

A BILL FOR AN ACT TO BE ENTITLED AN ACT TO MAKE AN APPROPRIATION TO THE DEPARTMENT OF FINANCE AND ADMINISTRATION - DISBURSING OFFICER FOR FINANCIAL ASSISTANCE FOR THE WRIGHTSVILLE VOLUNTEER ADC FIRE DEPARTMENT; AND FOR OTHER PURPOSES.

Was read the first time, rules suspended, read the second time and referred to the Committee on JOINT BUDGET.

SENATE BILL NO. 700

BY: JOINT BUDGET COMMITTEE

A BILL FOR AN ACT TO BE ENTITLED AN ACT FOR PERSONAL SERVICES FOR THE DEPARTMENT OF EDUCATION FOR THE BIENNIAL PERIOD ENDING JUNE 30, 2003; AND FOR OTHER PURPOSES.

Was read the first time, rules suspended, read the second time and referred to the Committee on JOINT BUDGET.

SENATE BILL NO. 727

BY: JOINT BUDGET COMMITTEE

A BILL FOR AN ACT TO BE ENTITLED AN ACT TO MAKE AN APPROPRIATION TO THE DEPARTMENT OF FINANCE AND ADMINISTRATION - DISBURSING OFFICER FOR STATE ASSISTANCE TO THE MOUNTAIN HOME FREE DENTAL CLINIC; AND FOR OTHER PURPOSES.

Was read the first time, rules suspended, read the second time and referred to the Committee on JOINT BUDGET.

SENATE BILL NO. 807

BY: SENATOR K. SMITH

A BILL FOR AN ACT TO BE ENTITLED AN ACT CONCERNING COMPUTER AND ELECTRONIC SOLID WASTE MANAGEMENT FOR THE STATE OF ARKANSAS; AND FOR OTHER PURPOSES.

Was read the first time, rules suspended, read the second time and referred to the Committee on ADVANCED COMMUNICATIONS AND INFORMATION TECHNOLOGY.

SENATE BILL NO. 821

BY: SENATOR FITCH

A BILL FOR AN ACT TO BE ENTITLED AN ACT TO AMEND ARKANSAS CODE 14-20-112 PERTAINING TO COUNTY GROSS RECEIPTS TAX ON HOTELS AND RESTAURANTS; AND FOR OTHER PURPOSES.

Was read the first time, rules suspended, read the second time and referred to the Committee on REVENUE AND TAXATION.

SENATE BILL NO. 827

BY: SENATOR WEBB

A BILL FOR AN ACT TO BE ENTITLED AN ACT TO AMEND VARIOUS PROVISIONS OF THE PRIVATE INVESTIGATORS AND PRIVATE SECURITY AGENCIES ACT; AND FOR OTHER PURPOSES.

Was read the first time, rules suspended, read the second time and referred to the Committee on STATE AGENCIES AND GOVERNMENTAL AFFAIRS.

SENATE BILL NO. 847

BY: SENATORS CASH, EVERETT

A BILL FOR AN ACT TO BE ENTITLED AN ACT TO EXEMPT PLACEMENTS OF DELINQUENT YOUTH COMMITTED TO THE DIVISION OF YOUTH SERVICES, DEPARTMENT OF HUMAN SERVICES FROM THE PERMIT OF APPROVAL PROCESS; AND FOR OTHER PURPOSES.

Was read the first time, rules suspended, read the second time and referred to the Committee on AGING, CHILDREN AND YOUTH, LEGISLATIVE AND MILITARY AFFAIRS.

SENATE BILL NO. 930

BY: SENATOR FITCH

A BILL FOR AN ACT TO BE ENTITLED AN ACT TO EXPAND THE APPLICATION OF TITLE 26, CHAPTER 75, SUBCHAPTER 7 OF ARKANSAS CODE, TO *INCLUDE TOURIST ATTRACTIONS; AND FOR OTHER PURPOSES.*

Was read the first time, rules suspended, read the second time and referred to the Committee on REVENUE AND TAXATION.

SENATE BILL NO. 971

BY: SENATOR DELAY

A BILL FOR AN ACT TO BE ENTITLED AN ACT TO AMEND ARKANSAS CODE 7-7-305 TO PROVIDE THAT A CANDIDATE FOR AN APPELLATE JUDGESHIP SHALL NOT USE THE TITLE "JUDGE" OR "JUSTICE" UNLESS THE CANDIDATE HAS BEEN ELECTED TO THE POSITION FOR WHICH THE PERSON IS A CANDIDATE; AND FOR OTHER PURPOSES.

Was read the first time, rules suspended, read the second time and referred to the Committee on STATE AGENCIES AND GOVERNMENTAL AFFAIRS.

SENATE BILL NO. 974

BY: SENATOR FITCH

A BILL FOR AN ACT TO BE ENTITLED AN ACT TO CLARIFY THE LAW TO PROVIDE THAT CABINS AND COTTAGES MAY PROVIDE A COMPLIMENTARY BOTTLE OF WINE TO THEIR GUESTS; AND FOR OTHER PURPOSES.

Was read the first time, rules suspended, read the second time and referred to the Committee on RULES.

SENATE BILL NO. 975

BY: SENATORS K. SMITH, B. WALKER

A BILL FOR AN ACT TO BE ENTITLED AN ACT TO ADDRESS COMPUTER CRIMES; AND FOR OTHER PURPOSES.

Was read the first time, rules suspended, read the second time and referred to the Committee on ADVANCED COMMUNICATIONS AND INFORMATION TECHNOLOGY.

SENATE BILL NO. 964

BY: SENATOR CRITCHER

A BILL FOR AN ACT TO BE ENTITLED AN ACT TO AMEND ARKANSAS CODE 5-27-221 TO INCREASE THE PENALTY FOR PERMITTING THE ABUSE OF A CHILD; TO AMEND ARKANSAS CODE 5-14-120 TO INCREASE THE PENALTY FOR VIOLATION OF A MINOR IN THE FIRST DEGREE; AND FOR OTHER PURPOSES.

Was read the first time, rules suspended, read the second time and referred to the Committee on JUDICIARY.

Upon motion of Representative Cook, the House adjourned at 4:24 p.m. until 1:00 p.m., Tuesday, March 20, 2001.

ATTEST:

Shane Broadway
Speaker of the House of Representatives

Jo Renshaw
Chief Clerk