

Stricken language would be deleted from and underlined language would be added to present law.

State of Arkansas
89th General Assembly
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As Engrossed: H2/7/13 H3/6/13
A Bill

HOUSE BILL 1145

By: Representatives Nickels, J. Burris, Lampkin, Leding, Lowery, S. Meeks

For An Act To Be Entitled

AN ACT CONCERNING ECONOMIC DEVELOPMENT AND INDUSTRIAL DEVELOPMENT SERVICES CONTRACTS; TO *LIMIT* THE AUTHORITY OF LOCAL GOVERNMENTS TO CONTRACT WITH A *COMMUNITY-BASED NOT-FOR-PROFIT* ECONOMIC DEVELOPMENT CORPORATION FOR ECONOMIC AND INDUSTRIAL DEVELOPMENT MANAGEMENT SERVICES; AND FOR OTHER PURPOSES.

Subtitle

TO *LIMIT* THE AUTHORITY OF LOCAL GOVERNMENTS TO PAY TAXPAYER FUNDS UNDER SERVICE CONTRACTS FOR ECONOMIC AND INDUSTRIAL DEVELOPMENT MANAGEMENT SERVICES.

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

SECTION 1. Arkansas Code § 14-174-107 is amended to read as follows:

14-174-107. ~~Services~~ Economic and industrial development management contracts – Definitions – Annual reports.

(a) To ~~secure~~ obtain professional economic and industrial development management expertise, ~~local governments are authorized to~~ a local government may contract for such services with a community-based not-for-profit economic development corporation that does not during the term of the contract:

(1) Make, as defined in § 7-6-201, a contribution, an expenditure, or an independent expenditure to a candidate for elective



office; or

(2) Make a contribution to:

(A) An approved political action committee or a prohibited political action committee as those terms are defined in § 7-6-201; or

(B) A ballot question committee or legislative question committee as those terms are defined in § 7-9-402.

(b) For the purposes of As used in this section:

(1) "management" "Management" means:

(A) ~~economic~~ Economic and industrial development planning, marketing, advertising, public relations, and supervision;

(B) ~~and operation~~ The operation of industrial parks or other ~~such~~ properties for industrial development or economic development purposes; and

(C) The negotiation of contracts for:

(i) ~~the~~ The sale or lease of ~~such~~ industrial parks and other properties operated for industrial development or economic development purposes, and; or

(ii) ~~such other~~ Other operating expenses as the governing body may deem local government considers necessary, convenient, or appropriate, for industrial development or economic development purposes; and

(2) A ~~community-based~~ "Community-based not-for-profit economic development corporation" means an organization formed for the same or similar to achieve the purposes as those contained in this subchapter, which and may be include a chamber of commerce, an industrial development corporation, or a similar corporation.

(c)(1) A community-based not-for-profit economic development corporation that provides services to a local government under a contract authorized by this section shall file an annual report with the local government on or before January 31 each year.

(2) The annual report shall describe the corporation's activities, disbursements, and expenditures under the contract for the preceding calendar year.

/s/Nickels