

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

State of Arkansas
95th General Assembly
Regular Session, 2025

As Engrossed: H1/27/25

A Bill

HOUSE BILL 1121

By: Representative Long

By: Senator A. Clark

For An Act To Be Entitled

AN ACT TO REPEAL THE LAW CONCERNING THE TRANSFER OF
TAX-FORFEITED LANDS TO STATE INSTITUTIONS; AND FOR
OTHER PURPOSES.

Subtitle

TO REPEAL THE LAW CONCERNING THE
TRANSFER OF TAX-FORFEITED LANDS TO STATE
INSTITUTIONS.

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

SECTION 1. Arkansas Code § 22-6-501 is repealed.

~~22-6-501. Transfer to state institutions.~~

~~(a)(1) The Commissioner of State Lands is authorized upon application of the director of any state department or agency, the management or the board of trustees of any state institution, or the chief executive of any county, city, or school district of this state to issue to the applying governmental unit a deed for land listed on the Commissioner of State Lands' records as having been forfeited for the nonpayment of taxes.~~

~~(2) The application shall include the following:~~

~~(A) The proposed use of the land;~~

~~(B) The proposed duration for the stated use; and~~

~~(C) The division or department designated for the~~

~~maintenance and operation of the property once deeded. Moreover, the Commissioner of State Lands is authorized to accept the application as submitted or recommend modifications to the application. The Commissioner of State Lands is further empowered to disallow any application determined by~~



~~the Commissioner of State Lands to be contrary to the best interests of the health and general welfare of the state and its citizens.~~

~~(b)(1) The deed issued by the Commissioner of State Lands to a state department or agency, state institution, city, county, or school district may contain restrictive covenants or reservations stating that should the governmental unit no longer desire to use the land for the proposed use stated in the application, said governmental unit shall submit a subsequent letter of application to the Commissioner of State Lands to request change in the use of the property, and the Commissioner of State Lands shall accept, modify, or disallow the request.~~

~~(2) Moreover, should the governmental unit determine that the property can no longer be utilized, the property shall revert to the state, be held by the Commissioner of State Lands, and be treated as tax-forfeited land subject to the powers and authority of the Commissioner of State Lands.~~

~~(3) Because this section applies to the disposition of tax-forfeited land, § 22-6-601 shall not apply herewith.~~

~~(c) No consideration shall be required for the transfer except the fee of one dollar (\$1.00) as required by law.~~

~~(d)(1) All deeds granted by the Commissioner of State Lands prior to the passage of this section are confirmed, and the title of all purchases under the deeds from the Commissioner of State Lands are quieted, established, and confirmed.~~

~~(2) Collection of any outstanding ad valorem property tax indebtedness shall be stayed by the Commissioner of State Lands while title to the property remains with the governmental unit.~~

~~(3) Should the property revert to the state pursuant to subsection (b) of this section, the property may be sold as prescribed by the Commissioner of State Lands.~~

~~(e)(1) Land donated by the Commissioner of State Lands under this section may be used for any lawful purpose or transferred pursuant to any lawful authority of the city or town.~~

~~(2) Owners of property donated to a city or town under this section shall not have any right to retain any of the appraised value of the property.~~

~~(f) Prior to conveyance of property, the Commissioner of State Lands may give consideration to the following issues:~~

~~(1) Whether the prospective purchaser has a pattern or practice of not paying fines resulting from a citation for violation of state laws or rules or local codes and ordinances;~~

~~(2) Whether the prospective purchaser has a pattern or practice of not timely paying property taxes; and~~

~~(3) Whether the prospective purchaser was the prior owner of real property that was transferred to the Commissioner of State Lands as a result of tax delinquency during the preceding three (3) years.~~

/s/Long