

Stricken language would be deleted from and underlined language would be added to the law as it existed prior to this session of the General Assembly.

1 State of Arkansas
2 83rd General Assembly
3 Regular Session, 2001
4

A Bill

Act 620 of 2001
SENATE BILL 484

5 By: Senator B. Johnson
6
7

For An Act To Be Entitled

9 AN ACT TO AMEND TITLE 15, CHAPTER 4, SUBCHAPTER 5 OF
10 THE ARKANSAS CODE PERTAINING TO INDUSTRIAL DEVELOPMENT
11 CORPORATIONS; AND FOR OTHER PURPOSES.
12

Subtitle

13 AN ACT TO AMEND TITLE 15, CHAPTER 4,
14 SUBCHAPTER 5 OF THE ARKANSAS CODE
15 PERTAINING TO INDUSTRIAL DEVELOPMENT
16 CORPORATIONS.
17
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20 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:
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22 SECTION 1. Arkansas Code 15-4-501 is amended to read as follows:

23 15-4-501. Purpose - Incorporators.

24 In order to encourage and promote the economic, agricultural and industrial
25 development of any city, town, or county in this state, not less than fifteen
26 (15) natural persons of the age of twenty-one (21) years or more who are
27 residents of such city, town, or county may act as incorporators of a
28 corporation to be organized under this act by executing articles of
29 incorporation as provided in this act.
30

31 SECTION 2. Arkansas Code 15-4-502(a)(1), pertaining to articles of
32 incorporation of industrial development corporations, is amended to read as
33 follows:

34 (1) The name of the corporation, which name shall include the
35 name of the city, town, or county and the words "industrial development" or
36 "economic development" and the word "corporation", "incorporated", "inc.", or

1 "company". The name shall be such as to distinguish it from any other
2 corporation organized and existing under the laws of this state;

3
4 SECTION 3. Arkansas Code 15-4-509(4), pertaining to the powers of
5 industrial development corporations, is amended to read as follows:

6 (4) To encourage and promote the economic, agricultural and industrial
7 development of its city, town, or county;

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9 SECTION 4. Arkansas Code 15-4-513(a) is amended to read as follows:

10 (a) Each corporation organized under the provisions of this act shall
11 be operated without profit to its members. All revenues of the corporation
12 derived from lands subject to mortgage or deed of trust given to secure the
13 payment of bonds or other obligations of the corporation shall be devoted
14 first to the payment of taxes, insurance, and, in the instance of damage to
15 the mortgaged property of the corporation caused by acts of God, to the extent
16 of the amount in excess of insurance recovery as shall be required to restore
17 the property to its condition prior to the time of the damage. Revenues shall
18 be devoted then to the payment of interest on and principal of the bonds or
19 other obligations of the corporation secured by the mortgage or deed of trust
20 as they mature and according to the terms of the mortgage or deed of trust,
21 and thereafter to the encouragement and promotion of the economic,
22 agricultural and industrial development of its city, town, or county.

23
24 SECTION 5. Arkansas Code 15-4-523 is amended to read as follows:

25 15-4-523. Authorized investors.

26 (a) Any city or town in this state; any board, commission, or other
27 authority duly established by ordinance of any such city or town; or the
28 boards of trustees, respectively, of the firemen's relief and pension fund and
29 the policemen's pension and relief fund of any such city or town may invest
30 any of its funds not immediately needed for its purposes in the bonds or other
31 obligations of any industrial or economic development corporation having its
32 principal office in the county in which any such city or town is located.

33 (b) The board of trustees of any retirement system created by the
34 General Assembly, in its discretion, may invest its funds in first lien coupon
35 bonds of any corporation organized under the provisions of this act.

36 **APPROVED: 3/8/2001**