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 2	State of Arkansas 84th General Assembly	A Bill	
2 3	Regular Session, 2003		SENATE BILL 269
4	Regulai Sessioli, 2005		SENATE DILL 209
4 5	By: Senators Hill, Luker		
6	By: Representative Cleveland		
7			
8			
9	For An Act To Be Entitled		
10	AN ACT TO CLARIFY THE CIRCUMSTANCES UNDER WHICH		
11	THE STATE WAIVES ITS SOVEREIGN IMMUNITY; AND FOR		
12	OTHER PUR	POSES.	
13			
14		Subtitle	
15	TO CLA	RIFY THE CIRCUMSTANCES UNDER WHI	ICH
16	THE ST	ATE WAIVES ITS SOVEREIGN IMMUNIT	ГҮ.
17			
18			
19	BE IT ENACTED BY THE GE	NERAL ASSEMBLY OF THE STATE OF A	RKANSAS:
20			
21	SECTION 1. The s	tate does not waive its sovereig	<u>n immunity when,</u>
22	through its counsel or otherwise, it enters into negotiations concerning the		
23	possible settlement of	pending or threatened claims or	litigation, whether
24		ed claims or litigation are gove	
25	<u>Arkansas or Federal Rul</u>	<u>es of Civil Procedure or otherwi</u>	<u>_Se.</u>
26			
27		tate does not waive its sovereig	
28		otherwise, it communicates to a	
29		ith respect to the possibility o	
30	£	y pending or threatened claims o	
31	the pending or threatened claims or litigation are governed by Rule 23 of the		
32	<u>Arkansas or Federal Rul</u>	es of Civil Procedure or otherwi	<u>_se.</u>
33			
34 25	SECTION 3. EMERGENCY CLAUSE. It is found and determined by the		
35		n the case of Lake View School D	
36	<u>Phillips County v. Mike</u>	Huckabee, et al., 340 Ark. 481	(2000), the Supreme



SB269

1	Court held that the state waived its sovereign immunity by offering a	
2	proposed settlement in a class action case that, if approved by the trial	
3	court, would have provided for payment by the state of attorneys' fees to	
4	counsel for the plaintiff class representative; the Supreme Court further	
5	held that such waiver of immunity survived even though the proposed	
6	settlement was rejected by the trial court and the Supreme Court. It is	
7	further found and determined by the General Assembly that the Supreme Court's	
8	decision has a chilling effect on the ability and willingness of the state	
9	and its attorneys to discuss, propose, negotiate or communicate with regard	
10	to potential settlement of class action and other pending or threatened	
11	claims or litigation. It is further found and determined by the General	
12	Assembly that such chilling effect will hinder or deter settlement of pending	
13	or threatened litigation in which the state is involved and is, therefore,	
14	contrary to sound public policy. Therefore, an emergency is declared to	
15	exist and this act being immediately necessary for the preservation of the	
16	public peace, health, and safety shall become effective on:	
17	(1) The date of its approval by the Governor;	
18	(2) If the bill is neither approved nor vetoed by the Governor, the	
19	expiration of the period of time during which the Governor may veto the bill;	
20	(3) If the bill is vetoed by the Governor and the veto is overridden,	
21	the date the last house overrides the veto.	
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