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.

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2	84th General Assembly A B1II	
3	Regular Session, 2003	SENATE BILL 269
4		
5	By: Senators Hill, Luker	
6	By: Representatives Thyer, Lamoureux, Cleveland, Mahony	
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 PURPOSES.	
13		
14	Subtitle	
15	TO CLARIFY THE CIRCUMSTANCES UNDER WHICH	
16	THE STATE WAIVES ITS SOVEREIGN IMMUNITY.	
17		
18		
19	BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:	
20		
21	SECTION 1. The state does not waive its	sovereign immunity when,
22	through its counsel or otherwise, it enters into negotiations concerning the	
23	possible settlement of pending or threatened claims or litigation, whether	
24	the pending or threatened claims or litigation are governed by Rule 23 of the	
25	Arkansas or Federal Rules of Civil Procedure or	otherwise.
26		
27	SECTION 2. The state does not waive its	sovereign immunity when,
28	through its counsel or otherwise, it communicates to a court, counsel,	
29	citizens or otherwise with respect to the possibility of settling, on any	
30	terms or conditions, any pending or threatened claims or litigation, whether	
31	the pending or threatened claims or litigation are governed by Rule 23 of the	
32	Arkansas or Federal Rules of Civil Procedure or	otherwise.
33		
34	SECTION 3. EMERGENCY CLAUSE. It is foun	d and determined by the
35	General Assembly that in the case of Lake View School District No. 25 of	
36	Phillips County v. Mike Huckabee, et al., 340 Ark. 481 (2000), the Supreme	

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As Engrossed: S2/17/03 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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23	/s/ Hill	
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