

1 State of Arkansas  
2 92nd General Assembly  
3 Regular Session, 2019  
4

# A Bill

SENATE BILL 302

5 By: Senator K. Hammer  
6 By: Representative Lundstrum  
7

## For An Act To Be Entitled

9 AN ACT TO AMEND THE LAW CONCERNING THE DISTRIBUTION  
10 OF THE PENALTY ASSESSED ON FRAUDULENT OVERPAYMENTS  
11 AND CREDITED TO THE UNEMPLOYMENT COMPENSATION FUND;  
12 AND FOR OTHER PURPOSES.  
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## Subtitle

15 TO AMEND THE LAW CONCERNING THE  
16 DISTRIBUTION OF THE PENALTY ASSESSED ON  
17 FRAUDULENT OVERPAYMENTS AND CREDITED TO  
18 THE UNEMPLOYMENT COMPENSATION FUND.  
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22 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:  
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24 SECTION 1. Arkansas Code § 11-10-801(b)(11), concerning the sources of  
25 funding for the Unemployment Compensation Fund, is amended to read as  
26 follows:

27 (11) ~~All moneys recovered as penalty payments under § 11-10-~~  
28 ~~532(a)(3)~~ Fifteen percent (15%) of the penalty assessed on all fraudulent  
29 overpayments under § 11-10-532(a)(3), the remainder of which shall be  
30 credited to the Department of Workforce Services Special Fund.  
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32 SECTION 2. Arkansas Code § 19-5-984(c), concerning a report by the  
33 Director of the Department of Workforce Services, is amended to read as  
34 follows:

35 (c)(1) The fund shall include a subaccount for penalties collected  
36 under § 11-10-532(a)(3) that are in excess of fifteen percent (15%) of the



1 overpayment.

2           (2) The subaccount under subdivision (c)(1) of this section  
3 shall be used exclusively for activities to protect the integrity of the  
4 unemployment insurance program that are necessary to the proper  
5 administration of the Department of Workforce Services Law, § 11-10-101 et  
6 seq., as determined by the director.

7           (d) The director shall report to the Legislative Council on a  
8 quarterly basis on all uses of the fund and the subaccount.

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