

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

A Bill

SENATE BILL 532

4
5 By: Senators Irvin, B. Ballinger, T. Garner, Hester
6 By: Representatives House, Crawford, D. Douglas, Eubanks, Hawks, Petty, Rushing, Tosh

For An Act To Be Entitled

9 AN ACT TO ESTABLISH PREJUDGMENT AND POST-JUDGMENT
10 INTEREST RATES; AND FOR OTHER PURPOSES.

Subtitle

14 TO ESTABLISH PREJUDGMENT AND POST-
15 JUDGMENT INTEREST RATES.

16
17
18 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:

19
20 SECTION 1. Arkansas Code § 16-65-114 is amended to read as follows:

21 16-65-114. Interest on judgments.

22 (a)(1) Except as provided in subdivision (a)(2) of this section,
23 ~~interest on~~ a judgment entered by a court shall bear post-judgment interest
24 and, if appropriate under the facts of the case, prejudgment interest:

25 (A) In an action on a contract at the rate provided by the
26 contract or ~~ten percent (10%) per annum~~ at a rate equal to the Federal
27 Reserve primary credit rate in effect on the date on which the judgment is
28 entered plus two percent (2%), whichever is greater; and

29 (B) In any other action at ~~ten percent (10%) per annum~~ a
30 rate equal to the Federal Reserve primary credit rate in effect on the date
31 on which the judgment is entered plus two percent (2%).

32 (2) Interest on a judgment shall not exceed the maximum rate
33 permitted under Arkansas Constitution, Amendment 89.

34 (b) A judgment rendered or to be rendered against a county in the
35 state on a county warrant or other evidence of county indebtedness shall not
36 bear interest.

