

Hall of the House of Representatives
90th General Assembly - Regular Session, 2015
Amendment Form

Subtitle of House Bill No. 1807

TO AMEND THE ARKANSAS MULTI-AGENCY INSURANCE TRUST FUND ACT.

Amendment No. 1 to House Bill No. 1807

Amend House Bill No. 1807 as originally introduced:

Delete the title in its entirety and substitute:

"AN ACT TO AMEND THE ARKANSAS MULTI-AGENCY
INSURANCE TRUST FUND ACT; TO PROVIDE FOR
INFORMATION TECHNOLOGY THREAT
MITIGATION; TO ALLOW FOR ASSESSING AND
INSURING RISK CONCERNING CYBERSECURITY;
TO DECLARE AN EMERGENCY; AND FOR OTHER PURPOSES."

AND

Delete the subtitle in its entirety and substitute:

"TO AMEND THE ARKANSAS MULTI-AGENCY
INSURANCE TRUST FUND ACT; TO PROVIDE FOR
INFORMATION TECHNOLOGY THREAT
MITIGATION; TO ALLOW FOR ASSESSING AND
INSURING RISK CONCERNING CYBERSECURITY;
AND TO DECLARE AN EMERGENCY."

AND

Delete everything after the enacting clause and substitute the following:

"SECTION 1. Arkansas Code § 25-35-103(b), concerning permitted uses of the Arkansas Multi-Agency Insurance Trust Fund, is amended to read as follows:

(b) No money shall be appropriated from the trust fund for any purpose except to pay:

- (1) Insurance and reinsurance premiums;
- (2) Loss adjustment expenses;
- (3) Related educational and training expenses;
- (4) Insured claims falling below the annual aggregate deductible



level; ~~and~~

(5) Expenses including actuarial, consultant, and service contract fees; ~~and~~

(6) Cybersecurity risk insurance premiums and expenses.

SECTION 2. Arkansas Code § 25-36-104, concerning participation, is amended to read as follows:

(a) ~~Effective July 1, 2003, the~~ The following state agencies shall participate in the Arkansas Multi-Agency Insurance Trust Fund:

(1) State agencies participating in the Arkansas Master Agency Property Policy as of June 30, 2003;

(2) The Department of Correction;

(3) The Department of Community Correction; ~~and~~

(4) The Department of Information Systems; and

(5) State agencies participating in the Arkansas State Master Vehicle Policy as of June 30, 2003.

(b) Upon approval by the risk manager, other state agencies may participate in the trust fund.

SECTION 3. EMERGENCY CLAUSE. It is found and determined by the General Assembly of the State of Arkansas that cyber incidents, including data breaches, business interruption, and network damage, present an immediate and ongoing threat to the efficient operation of state government; that obtaining cybersecurity insurance and contributing to a more robust cybersecurity insurance market will facilitate the adoption of appropriate preventative measures and best practices to guard against this threat; and that this act is immediately necessary to protect the state and its computer networks from cyber attacks that may interrupt the provision of state services or damage computer networks at great expense to the state. Therefore, an emergency is declared to exist, and this act being immediately necessary for the preservation of the public peace, health, and safety shall become effective on:

(1) The date of its approval by the Governor;

(2) If the bill is neither approved nor vetoed by the Governor, the expiration of the period of time during which the Governor may veto the bill; or

(3) If the bill is vetoed by the Governor and the veto is overridden, the date the last house overrides the veto."

The Amendment was read _____

By: Representative C. Douglas
DLP/GRW - 03-15-2015 19:30:12
DLP242

Chief Clerk