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1 INTERIM STUDY PROPOSAL 2013-201 2 REQUESTING THAT THE HOUSE COMMITTEE ON CITY, COUNTY, AND LOCAL 3 4 AFFAIRS CONDUCT A STUDY OF THE BEST PRACTICES OF FIRE DEPARTMENTS 5 IN THE STATE AND IN THE NATION THAT MAY BE IMPLEMENTED IN A LOCAL 6 COMMUNITY TO IMPROVE EFFICIENCY. 7 8 WHEREAS, the Insurance Services Office, Inc. is a private, for-profit 9 company that provides fire loss risk evaluations based on its Fire 10 Suppression Rating Schedule to determine the capabilities of a local community fire department to respond to fires; and 11 12 WHEREAS, the Insurance Services Office, Inc. helps insurers calculate 13 local property insurance rates by grading a local community's fire loss risk 14 15 that is used for property insurance rating schedules; and 16 17 WHEREAS, a local community's public protection classification grade is 18 calculated by comparing the actual conditions in a local area with the 19 standards of the fire suppression rating schedule; and 20 21 WHEREAS, recent revisions to the Fire Suppression Rating Schedule used 22 by the Insurance Services Office, Inc. will impact a local community's public 23 protection classification grade and property insurance rating schedules; and 24 25 WHEREAS, national and state research should be analyzed to study 26 possible improvements to the public protection classification system used by 27 the state to evaluate the fire loss risk of local communities and its impact 28 on property insurance rates; and 29 30 WHEREAS, because of the rural nature of local communities that are 31 served by many fire departments in the state, the responsibilities of a fire 32 department include more than just fire protection, including without limitation providing assistance for medical calls, rescues, and other 33 34 emergency services; and 35

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1 WHEREAS, a large number of fire departments are staffed by an aging 2 population of volunteers and fire departments are currently having a difficult time obtaining new volunteers and keeping experienced volunteers; 3 4 and 5 6 WHEREAS, there are one thousand three (1003) fire departments in the 7 state and many of these fire departments overlap service areas of other 8 jurisdictions or cover areas that are too large to provide adequate fire 9 protection; and 10 11 WHEREAS, there are a number of different types of fire departments in 12 the state, resulting in a lack of uniformity in business structure and 13 operation that is confusing for property owners, insurance companies, and 14 fire departments themselves; and the departments that are organized as fire 15 protection districts seem to be the most efficient and effective way to 16 organize a fire department, 17 BE IT PROPOSED BY THE HOUSE COMMITTEE ON CITY, COUNTY, AND LOCAL AFFAIRS OF 18 19 THE EIGHTY-NINTH GENERAL ASSEMBLY OF THE STATE OF ARKANSAS: 20 21 THAT the House Committee On City, County, And Local Affairs conduct an 22 interim study to determine the best practices of fire departments in the 23 state and in the nation that may be implemented in a local community to 24 improve efficiency. 25 26 BE IT FURTHER PROPOSED THAT the study review and provide a proposal for 27 the implementation of an in-state property insurance rating system that does 28 not utilize or participate in the Insurance Services Office, Inc.'s Fire 29 Suppression Rating Schedule and public protection classification system. 30 31 BE IT FURTHER PROPOSED THAT the study review and analyze the impact of 32 an increase in funding to volunteer fire departments. 33 34 BE IT FURTHER PROPOSED THAT the study review the role of fire 35 departments including without limitation response to fires, medical 36 assistance calls, rescues, and other emergency services.

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BE IT FURTHER PROPOSED THAT the study review and analyze potential incentives and methods to recruit and retain volunteers for volunteer fire departments. BE IT FURTHER PROPOSED THAT the study review the number of volunteer fire departments and any available resources in the state to determine the most efficient operation of volunteer fire departments and evaluate if consolidation of fire departments or other options or measures are necessary to improve efficiency. BE IT FURTHER PROPOSED THAT the study review and study the conversion of all non-municipal fire departments to fire protection districts. BE IT FURTHER PROPOSED THAT the study review and develop an overall comprehensive plan to bring all the non-municipal fire department's Insurance Services Office, Inc.'s public protection class rating to a six (6) or less by 2024. Respectfully submitted, Representative Kim Hammer District 28 By: ANS/ANS