IKASO REPORT SECTION XII, PAGES 79-89

Stricken language would be deleted from and underlined language would be added to present law.

1	State of Arkansas	A D'11		
2	91st General Assembly	A Bill	DRAFT JLL/JLI	
3	Third Extraordinary Session, 2018		SENATE BILL	
4				
5	By: Senator <na></na>			
6	_			
7	For An Act To Be Entitled			
8	AN ACT TO ELIMINATE THE REQUIREMENT THAT THE			
9	LEGISLATIVE COUNCIL APPROVE VEHICLE LEASES BY STATE			
10	AGENCIES; AND FOR OTHER PURPOSES.			
11				
12				
13	Subtitle			
14	TO ELIMINATE THE REQUIREMENT THAT THE			
15	LEGISLATIVE COUNCIL APPROVE VEHICLE			
16	LEASES BY S	TATE AGENCIES.		
17				
18				
19	BE IT ENACTED BY THE GENERAL	ASSEMBLY OF THE STATE OF	ARKANSAS:	
20	CECETON 1 Automore C	.1. 6 00 0 100/1		
21	SECTION 1. Arkansas Code § 22-8-102(b), concerning the leasing and			
22	renting of vehicles by state agencies, is amended to read as follows:			
23	(b)(1) Before any \underline{a} state agency shall \underline{may} lease any \underline{a} motor vehicle or renew any \underline{an} existing lease for a motor vehicle, the \underline{state} agency shall			
2425	submit a written request to t			
26	motor vehicles vehicle sought			
27	and circumstances the director	· —		
28	the economics, need, and feas	• •		
29				
30	(2) Upon receipt, the director shall review the request to leas the motor vehicle, and if he or she determines that the lease is in the best			
31	interest of the State of Arkansas and that the state agency has adequate			
32	funds to pay the lease, he or she may approve the request but only if he or			
33	she has first received the approval of the Legislative Council.			
34		ring the approval of the		
35	the director approves a proposed lease of a motor vehicle, the director shall			
36	stamp his or her approval on the request and return it to the state agency,			

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2
     the director.
 3
                 (4) In emergency situations, the director may approve a
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     temporary lease of a motor vehicle, not to exceed thirty (30) days, but only
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     if he or she has sought the advice of the cochairs of the Legislative Council
 6
     and scheduled the temporary lease of a motor vehicle for consideration at the
 7
     next meeting of the Legislative Council.
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which may then proceed to enter into the lease as proposed and approved by

IKASO REPORT SECTION XI, PAGES 72-78

Stricken language would be deleted from and underlined language would be added to present law.

1	State of Arkansas	. – 144		
2	91st General Assembly	A Bill	DRAFT JLL/JLI	
3	Third Extraordinary Session, 2018		SENATE BILL	
4				
5	By: Senator <na></na>			
6				
7	Fo	or An Act To Be Entitled	1	
8	AN ACT TO AMEND THE ARKANSAS PROCUREMENT LAW			
9	CONCERNING THE CONTENT, TERM, AND REVIEW OF CONTRACTS			
10	PROCURED BY THE STATE; TO PROVIDE CERTAIN COMPLIANCE			
11	REQUIREMENTS FOR PERSONS CONTRACTING WITH THE STATE;			
12	AND FOR OTHER PURPOSES.			
13				
14				
15	Subtitle			
16	TO AMEND TH	HE ARKANSAS PROCUREMENT 1	LAW	
17	CONCERNING THE CONTENT, TERM, AND REVIEW			
18	OF CONTRACTS PROCURED BY THE STATE; AND			
19	TO PROVIDE CERTAIN COMPLIANCE			
20	REQUIREMENTS FOR PERSONS CONTRACTING WITH			
21	THE STATE.			
22				
23				
24	BE IT ENACTED BY THE GENERAL	ASSEMBLY OF THE STATE C	OF ARKANSAS:	
25				
26	SECTION 1. Arkansas C	Code § 19-11-219 is amend	led to read as follows:	
27	19-11-219. Legal coun	nsel <u>— Contract review</u> .		
28	(a) The Attorney General shall act as counsel for the State			
29	Procurement Director in preparation of necessary contracts and in all legal			
30	matters.			
31	(b)(1) A contract that	at the director has desig	<u>nated as requiring review</u>	
32	shall be reviewed by a person employed as an attorney with a state agency.			
33	(2) The review required under this subsection shall occur before			
34	the contract is executed.			
35				
36	SECTION 2. Arkansas C	Code § 19-11-238(c), conc	erning multivear	

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- 1 contracts, is amended to read as follows:
- 2 (c)(1) Termination Due to Unavailability of Funds in Succeeding Years.
- 3 Original terms of such multiyear contracts shall terminate on the last day of
- 4 the current biennium, and any renewals by the state based upon continuing
- 5 appropriation shall not exceed the next succeeding biennium not exceed four
- 6 <u>(4) years</u>.
- 7 (2) When funds are not appropriated or otherwise made available
- 8 to support continuation of performance in a subsequent year of a multi-year a
- 9 <u>multiyear</u> contract, the contract for such subsequent year shall be terminated
- 10 and the contractor may be reimbursed for the reasonable value of any
- ll nonrecurring costs incurred but not amortized in the price of the commodities
- 12 or services delivered under the contract.
- 13 (3) The cost of termination <u>under subdivision (c)(2) of this</u>
- 14 <u>section</u> may be paid from:
- (1) (A) Appropriations currently available for performance
- 16 of the contract;
- 17 (2) (B) Appropriations currently available for procurement
- 18 of similar commodities or services and not otherwise obligated; or
- 19 (C) Appropriations made specifically for the payment
- 20 of such termination costs.

21

- 22 SECTION 3. Arkansas Code Title 19, Chapter 11, Subchapter 2, is
- 23 amended to add an additional section to read as follows:
- 24 <u>19-11-273</u>. Compliance.
- 25 (a) A contractor shall ensure, in cooperation with a state agency,
- 26 that the contract between the contractor and the state agency adheres to the
- 27 requirements of this chapter, including without limitation the inclusion of
- 28 any mandatory language and the submission of the contract for any required
- 29 review.
- 30 (b)(1) After any required review of a contract has been completed, the
- 31 signature of the contractor shall be placed on the final contract between the
- 32 <u>contractor and the state agency.</u>
- 33 (2) The signature required under this subsection serves as an
- 34 acknowledgement that the contractor is:
- 35 (A) Equally responsible with the state agency for adhering
- 36 to the requirements of this chapter related to the content and review of the

1	contract; and		
2	(B) Subject to the relevant ethical provisions of § 19-11-		
3	701 et seq.		
4			
5	SECTION 4. DO NOT CODIFY. Additional duties of State Procurement		
6	<u>Director - Rules.</u>		
7	(a) The State Procurement Director shall:		
8	(1) Adopt rules to implement § 19-11-219(b), including without		
9	limitation rules to:		
10	(A) Designate contracts that require the review of a		
11	person employed as an attorney with a state agency before execution of the		
12	contract, which may include without limitation contracts:		
13	(i) Over a certain dollar amount;		
14	(ii) That modify the standard state terms and		
15	conditions; and		
16	(iii) Based on other stated criteria; and		
17	(B) Identify the requirements for the attorneys who may		
18	review contracts, including without limitation:		
19	(i) An attorney employed with the Office of State		
20	Procurement, an institution of higher education, or the Office of the		
21	Attorney General; and		
22	(ii) Any other attorney employed by the state and		
23	licensed to practice law in Arkansas; and		
24	(2) Measure and track the contract routing process to identify		
25	stakeholders that may be contributing to the elongation of the review		
26	process.		
27	(b)(1) When adopting the initial rules required under this section,		
28	the final rule shall be filed with the Secretary of State for adoption under		
29	§ 25-15-204(f):		
30	(A) On or before January 1, 2020; or		
31	(B) If approval under § 10-3-309 has not occurred by		
32	January 1, 2020, as soon as practicable after approval under § 10-3-309.		
33	(2) The director shall file the proposed rules with the		
34	Legislative Council under § 10-3-309(c) sufficiently in advance of January 1,		
35	2020, so that the Legislative Council may consider the rules for approval		
36	before January 1, 2020.		