

Stricken language would be deleted from and underlined language would be added to the Arkansas Constitution.

State of Arkansas *As Engrossed: S3/12/25*
95th General Assembly
Regular Session, 2025

SJR 15

By: Senator J. Dismang
By: Representative Beaty Jr.

SENATE JOINT RESOLUTION

AN AMENDMENT TO THE ARKANSAS CONSTITUTION CONCERNING
ECONOMIC DEVELOPMENT IN THE STATE OF ARKANSAS; AND
AUTHORIZING THE GENERAL ASSEMBLY TO PROVIDE FOR THE
CREATION OF ECONOMIC DEVELOPMENT DISTRICTS WITHIN
CITIES, COUNTIES, OR COOPERATIVE AREAS TO PROMOTE
ECONOMIC DEVELOPMENT WITHIN THE ECONOMIC DEVELOPMENT
DISTRICT.

Subtitle

A CONSTITUTIONAL AMENDMENT CONCERNING
ECONOMIC DEVELOPMENT IN THE STATE OF
ARKANSAS; AND AUTHORIZING THE GENERAL
ASSEMBLY TO PROVIDE FOR THE CREATION OF
ECONOMIC DEVELOPMENT DISTRICTS TO
PROMOTE ECONOMIC DEVELOPMENT.

BE IT RESOLVED BY THE SENATE OF THE NINETY-FIFTH GENERAL ASSEMBLY OF THE
STATE OF ARKANSAS, AND BY THE HOUSE OF REPRESENTATIVES, A MAJORITY OF ALL
MEMBERS ELECTED TO EACH HOUSE AGREEING THERETO:

THAT the following is proposed as an amendment to the Constitution of
the State of Arkansas, and upon being submitted to the electors of the state
for approval or rejection at the next general election for Representatives
and Senators, if a majority of the electors voting thereon at the election
adopt the amendment, the amendment shall become a part of the Constitution of
the State of Arkansas, to wit:



1 SECTION 1. Loans and grants of public money. (a) Notwithstanding any
2 other provision of the Arkansas Constitution, the General Assembly may
3 provide for the creation of programs and the making of loans and grants of
4 public money for the public purposes of:

5 (1) Development and diversification of the economy of the State
6 of Arkansas;

7 (2) The elimination and prevention of unemployment or
8 underemployment in the State of Arkansas;

9 (3) The development or expansion of transportation or commerce
10 in the State of Arkansas; or

11 (4) The development or improvement of real estate in the State
12 of Arkansas that contributes to economic development within the State of
13 Arkansas.

14 (b) The authority under subsection (a) of this section includes
15 without limitation providing for the creation of economic development
16 districts.

17
18 SECTION 2. Economic development district projects.

19 (a) An economic development district may issue bonds for the purpose
20 of financing projects within the economic development district.

21 (b) The bonds under subsection (a) of this section:

22 (1) May be secured by and be payable from all or a portion of
23 any funds received by or allocated to the economic development district;

24 (2) Shall not be considered in calculating debt limits for bonds
25 issued under Arkansas Constitution, Article 12, § 4; and

26 (3) Shall not be subject to the provisions of:

27 (A) Arkansas Constitution, Article 16, § 1;

28 (B) Arkansas Constitution, Amendment 62; or

29 (C) Arkansas Constitution, Amendment 65.
30

31 SECTION 3. Implementation. The General Assembly shall provide by law
32 for the implementation of this amendment.
33

34 SECTION 4. Arkansas Constitution, Article 12, § 5, is amended to read
35 as follows:

36 § 5. Political subdivisions not to become stockholders in or lend

1 credit to private corporations – Exceptions.

2 (a) No county, city, town or other municipal corporation, shall become
3 a stockholder in any company, association, or corporation; or obtain or
4 appropriate money for, or loan its credit to, any corporation, association,
5 institution, or individual.

6 (b) However, a county, city, town, or other municipal corporation may
7 obtain or appropriate money for a corporation, association, institution, or
8 individual to:

9 (1) Finance economic development projects; ~~or~~

10 (2) Provide economic development services; or

11 (3) Provide funding or lend credit to an economic development
12 district.

13 (c) As used in this section:

14 (1) "Economic development district" means a designated area
15 within a city, county, or cooperative area established under authority
16 granted by the General Assembly to promote economic development within the
17 designated area;

18 ~~(1)~~(2) "Economic development projects" means the land,
19 buildings, furnishings, equipment, facilities, infrastructure, and
20 improvements that are required or suitable for the development, retention, or
21 expansion of:

22 (A) Manufacturing, production, and industrial facilities;

23 (B) Research, technology, and development facilities;

24 (C) Recycling facilities;

25 (D) Distribution centers;

26 (E) Call centers;

27 (F) Warehouse facilities;

28 (G) Job training facilities;

29 (H) Regional or national corporate headquarters

30 facilities; ~~and~~

31 (I) Sports complexes designed to host local, state,
32 regional, and national competitions, including without limitation baseball,
33 softball, and other sports tournaments; and

34 (J) An economic development district as authorized by the
35 General Assembly and designated as part of an economic development plan;

36 ~~(2)~~(3) "Economic development services" means:

1 (A) Planning, marketing, and strategic advice and counsel
2 regarding job recruitment, job development, job retention, and job expansion;

3 (B) Supervision and operation of industrial parks or other
4 such properties; and

5 (C) Negotiation of contracts for the sale or lease of
6 industrial parks or other such properties; and

7 ~~(3)~~(4) "Infrastructure" means:

8 (A) Land acquisition;

9 (B) Site preparation;

10 (C) Road and highway improvements;

11 (D) Rail spur, railroad, and railport construction;

12 (E) Water service;

13 (F) Wastewater treatment;

14 (G) Employee training which may include equipment for such
15 purpose; and

16 (H) Environmental mitigation or reclamation.

17 (d) The General Assembly, by a three-fourths vote of each house,
18 may amend the provisions of subsections (b) and (c) of this section so long
19 as the amendments are germane to this section and consistent with its policy
20 and purposes.

21
22 SECTION 5. Arkansas Constitution, Article 16, § 5, is amended to read
23 as follows:

24 § 5. Property taxed according to value – Procedures for valuation –
25 Tax exemptions.

26 (a) All real and tangible personal property subject to taxation shall
27 be taxed according to its value, that value to be ascertained in such manner
28 as the General Assembly shall direct, making the same equal and uniform
29 throughout the State. No one species of property for which a tax may be
30 collected shall be taxed higher than another species of property of equal
31 value, except as provided and authorized in Section 15 of this Article, and
32 except as authorized in Section 14 of this Article. The General Assembly,
33 upon the approval thereof by a vote of not less than three-fourths ($\frac{3}{4}$ ths) of
34 the members elected to each house, may establish the methods and procedures
35 for valuation of property for taxation purposes, but may not alter the method
36 of valuation set forth in Section 15 of this Article.

1 (b)(1) The following property shall be exempt from taxation: public
2 property used exclusively for public purposes; churches used as such;
3 cemeteries used exclusively as such; school buildings and apparatus;
4 libraries and grounds used exclusively for school purposes; and buildings and
5 grounds and materials used exclusively for public charity.

6 (2) If property exempt from taxation under subdivision (b)(1) of
7 this section is included in an economic development district, the tax status
8 of the property shall not change.

9 (c) Property located within an economic development district created
10 by the General Assembly shall be exempt from taxation except for taxes,
11 assessments, or other charges levied by the economic development district of
12 which the property is a part.

13 (d) Nothing in this Section shall affect or repeal the provision of
14 Amendment 57 to the Constitution of the State of Arkansas pertaining to
15 intangible personal property.

16
17 SECTION 6. Arkansas Constitution, Amendment 62, § 6, is amended to
18 read as follows:

19 § 6. Conduct of elections.

20 (a) The General Assembly may enact laws governing the conduct of
21 elections authorized by this Amendment. Absent the enactment of such laws,
22 such elections shall be held, called and conducted in accordance with the
23 laws governing elections generally. The results of such election shall be
24 published in a newspaper of general circulation in the county or municipality
25 (as the case may be) and any contest of such election or the tabulation of
26 the votes therein shall be brought within thirty (30) days after such
27 publication or shall be forever barred.

28 (b)(1) Any bonds or other obligations of a county, municipality, or
29 other political subdivision facilitating the development and diversification
30 of the economy of the state that are issued for the purpose of making loans
31 or grants in connection with a program authorized by the General Assembly
32 under this amendment and that are payable from ad valorem taxes shall be
33 approved by a vote of the majority of the qualified electors of the county,
34 municipality, or political subdivision voting on the issue.

35 (2) A program created or a loan or grant made by an economic
36 development district that is secured by a pledge of ad valorem taxes or

1 financed by the issuance of any bonds or other obligations payable from ad
2 valorem taxes of the economic development district does not constitute or
3 create a debt for the purpose of any provision of this Constitution.
4

5 SECTION 7. Repealer – Construction.

6 (a) Any provision of this Constitution, including without limitation
7 amendments to this Constitution, that conflicts with or is in any way
8 inconsistent with this amendment is repealed or deemed modified to give
9 precedence to this amendment.

10 (b) This amendment supersedes all previous constitutional provisions,
11 amendments, laws, or judicial interpretations that conflict with this
12 amendment's terms.

13 (c) If this amendment conflicts with any existing constitutional
14 provision, amendment, law, or judicial interpretation, this amendment shall
15 prevail and be given full force and effect.
16

17 SECTION 8. Severability. The provisions of this amendment are
18 severable, and if any provision of this amendment should be held invalid, the
19 remainder shall stand.
20

21 SECTION 9. Effective date. This amendment to the Arkansas
22 Constitution shall be effective on and after January 1, 2027.
23

24 SECTION 10. BALLOT TITLE AND POPULAR NAME. When this proposed
25 amendment is submitted to the electors of this state on the general election
26 ballot:

27 (1) The title of this joint resolution shall be the ballot
28 title; and

29 (2) The popular name shall be "A Constitutional Amendment
30 Concerning Economic Development in the State of Arkansas; and Authorizing the
31 General Assembly to Provide for the Creation of Economic Development
32 Districts Within Cities, Counties, or Cooperative Areas to Promote Economic
33 Development Within the Economic Development District."
34

35 */s/J. Dismang*
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