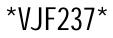
Stricken language would be deleted from and underlined language would be added to law as it existed prior to the 82nd General Assembly.

1	State of Arkansas	As Engrossed: H2/9/99 H2/25/99 S4/1/99	
2	82nd General Assembly	A Bill	
3	Regular Session, 1999	HOUSE BILL 14	12
4			
5	By: Representatives Angel, I	Ailligan, Simmons, Weaver, Cleveland, Minton, M. Steele, Simon, Laverty,	
6	Jacobs, Agee, Willis, J. Jeffre	ss, Eason, Lancaster, Prater, Wood, Oglesby, T. Smith, Pappas, Teague,	
7	Ammons, Broadway, Gillespi	e, Rodgers, Faris, Hickinbotham, King, Ferguson, House, Glover, Luke	er,
8	Bookout, Dees, Horn, P. M	alone, Gullett, Wilkinson, Courtway, R. Smith	
9			
10			
11		For An Act To Be Entitled	
12	"AN ACT TO	AMEND ARKANSAS CODE 24-11-301 CONCERNING	
13	THE APPROI	RIATION OF INSURANCE PREMIUM TAXES; AND FOR	
14	OTHER PURI	OSES. "	
15			
16		Subtitle	
17	"AN	ACT TO AMEND ARKANSAS CODE 24-11-301	
18	CONC	ERNING THE APPROPRIATION OF	
19	I NSU	RANCE PREMIUM TAXES; AND FOR OTHER	
20	PURP	DSES. "	
21			
22			
23	BE IT ENACTED BY THE (ENERAL ASSEMBLY OF THE STATE OF ARKANSAS:	
24			
25	SECTION 1. Arka	nsas Code 24-11-301 is amended to read as follows:	
26	"24-11-301. Ар	ropriation of tax revenues from foreign insurers.	
27	(a) Sixty-six	and two-thirds percent (66 2/3%) of the total tax	
28	revenues derived from	premium taxes paid to the State of Arkansas by alien a	nd
29	foreign insurance com	anies upon premiums collected by the insurance compani	es
30	upon insurance contra	ts written on motor vehicles, the licensed addresses o	f
31	which are qualified c	ties or towns wherein the motor vehicles are insured	
32	against the peril of p	hysical damage or the owner or operators of the motor	
33	vehicles are insured a	gainst legal liability arising out of the use,	
34	ownership, or operatio	n of the motor vehicles is appropriated and set aside	
35	for the use and benef	t of all duly qualified police officers' pension and	
36	relief funds and for	he administrative and actuarial expenses of the Arkans	as



1 Fire and Police Pension Review Board and for the Arkansas Fire and Police

2 Pensi on	Guarantee	Fund.
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2	Fension Guarantee	
3	<u>(1)</u>	The premium taxes collected in this subsection shall be
4		placed in a fund combined with the premium taxes collected
5		pursuant to Arkansas Code Annotated § 24-11-809. The
6		combined fund shall be entitled the Firemen's and Police
7		Officers' Pension and Relief Fund.
8	<u>(2)</u>	Each calendar year the Insurance Commissioner shall
9		determine the total gross amount collected pursuant to this
10		act and Arkansas Code Annotated § 24-11-809. The Insurance
11		<u>Commissioner shall withdraw six point two percent (6.2%) of</u>
12		the total gross amount collected for this fund and transfer
13		such to the General Revenue of the State of Arkansas."
14	(3)	For the 1999-2000 fiscal year, six hundred thousand dollars
15		(\$600,000) shall be transferred to the Fire Protection
16		Premium Tax Fund, from the six point two percent (6.2%) that
17		would have otherwise accrued to General Revenues, and in all
18		subsequent years, fifty percent (50%) of the increase in
19		premium taxes from the six point two percent (6.2%) of the
20		total gross amount collected, using the dollar amount
21		collected in fiscal year 1999-2000 as the baseline, shall be
22		transferred to the Fire Protection Premium Tax Fund in
23		addition to the six hundred thousand dollars (\$600,000) per
24		year, until such time that a cap of two million dollars
25		(\$2,000,000) annually is transferred to the Fire Protection
26		Premium Tax Fund. Thereafter, the annual transfer shall be
27		<u>set at two million dollars (\$2,000,000).</u>
28	<u>(4)</u>	The remaining revenues collected pursuant to §§ 23-60-102,
29		<u>24-11-301, 24-11-302, 24-11-809, 24-11-810, 26-57-60126-</u>
30		57-605, and 26-57-607 shall be distributed to the Firemen's
31		and Police Officers' Pension and Relief Fund and to the
32		<u>State of Arkansas as general revenues.</u>
33		(A) The revenues shall be distributed in such a manner
34		that the Firemen's and Police Officers' Pension and
35		Relief Fund and the general revenue fund will each
36		receive distributions of no less than they received in

1	fiscal year 1999; except that:		
2	(i) If the revenues to be distributed in a		
3	subsequent year are less that the revenues		
4	distributed in 1999 then the distributions to		
5	each shall be reduced proportionately; and		
6	(ii) If additional police departments become eligible		
7	for distributions from the Firemen's and Police		
8	Officers' Pension and Relief Fund, the base		
9	amount for the state shall be reduced in		
10	proportion to the population in the area served		
11	by the police department to the portion of the		
12	population of the state not covered by a police		
13	department receiving a distribution from the		
14	fund.		
15	(B) Except as provided in subdivision (4)(A), the portion		
16	distributed to the Firemen's and Police Officers'		
17	Pension and Relief Fund shall be based on the ratio		
18	percentage of the total population of the cities or		
19	towns qualified to participate in such fund in		
20	comparison to the total population of the State of		
21	Arkansas. The remaining percentage shall be		
22	distributed to the State of Arkansas' general revenue		
23	fund.		
24	(b) The amount of the tax revenue attributable to the fire peril of		
25	physical damage insurance shall not be included.		
26	(c) The payment for the administrative and actuarial expenses of the		
27	Arkansas Fire and Police Pension Review Board shall be made prior to the		
28	disbursements to the eligible political subdivisions."		
29			
30	SECTION 2. All provisions of this act of a general and permanent nature		
31	are amendatory to the Arkansas Code of 1987 Annotated and the Arkansas Code		
32	Revision Commission shall incorporate the same in the Code.		
33			
34	SECTION 3. If any provision of this act or the application thereof to		
35	any person or circumstance is held invalid, such invalidity shall not affect		
36	other provisions or applications of the act which can be given effect without		

3

1	the invalid provision or application, and to this end the provisions of this	S
2	act are declared to be severable.	
3		
4	SECTION 4. All laws and parts of laws in conflict with this act are	
5	hereby repealed.	
6	/s/ Angel	
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