Stricken language would be deleted from and underlined language would be added to the law as it existed prior to this session of the General Assembly.

1	State of Arkansas	As Engrossed: S3/17/03				
2	84th General Assembly	A Bill				
3	Regular Session, 2003		SENATE BILL	749		
4						
5	By: Senators Salmon, Wilkinson, Trusty, J. Bookout, Baker					
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7						
8	For An Act To Be Entitled					
9	AN ACT TO PROVIDE THAT THE ADJUTANT GENERAL HAS					
10	THE AUTHORITY TO CONVEY AND TO DISPOSE OF THE					
11	STATE'S INTEREST IN EXCESS MILITARY PROPERTY; AND					
12	FOR OTH	IER PURPOSES.				
13						
14		Subtitle				
15		PROVIDE THAT THE ADJUTANT GENERAL HAS				
16	THE AUTHORITY TO CONVEY AND TO DISPOSE					
17	OF THE STATE'S INTEREST IN EXCESS					
18	MILI	TARY PROPERTY.				
19						
20						
21	BE IT ENACTED BY THE	GENERAL ASSEMBLY OF THE STATE OF ARKAN	NSAS:			
22						
23	SECTION 1. Purpose.					
24	The purpose of this act is to clarify that the Adjutant General of					
25	Arkansas has the auth	ority, acting in the best interests o	<u>f the security a</u>	ınd		
26	defense of the state	and of the United States, to convey a	<u>ny estate in</u>			
27	military real property of which the Adjutant General is custodian, by any					
28	lawful method of conv	lawful method of conveyance, upon the terms and conditions as he or she may				
29	deem appropriate, and	subject to the approval of the Unite	<u>d States.</u>			
30						
31	SECTION 2. <u>Findings.</u>					
32	The General Assembly finds that:					
33	(1) The Adjutant General is the custodian of the military					
34	reservations and military property of the State of Arkansas;					
35	(2) The United States retains a reversionary estate in all of					
36	the military reservat	ions, and furthermore the United Stat	es retains varic	)US		



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1	regulatory interests in and to other military properties located within the		
2	<u>State of Arkansas;</u>		
3	(3) A conveyance of unneeded excess military real properties is		
4	subject to the consent of the United States acting by and through the		
5	Secretary of the Army or the Secretary of the Air Force;		
6	(4) The disposal of military real properties is presently		
7	restricted by law to the disadvantage of the best interests of the people of		
8	the State of Arkansas;		
9	(5) The authority of the Adjutant General to convey estates in		
10	military real property is unreasonably restricted; and		
11	(6) The restrictions at law should be removed.		
12			
13	SECTION 3. Arkansas Code § 12-63-305 is amended to read as follows:		
14	12-63-305. Sale, lease, rental, etc., of unused property Conveyance or		
15	disposal of military real property.		
16	(a)(1) <u>(A)</u>		
17	cease to exist or the location of its headquarters is removed to another		
18	<del>county or another location, or if for any other reason an armory,</del> <u>If the</u>		
19	Adjutant General determines that any military reservation, armory, landing		
20	field, hanger, or any other estate in real property owned or possessed by the		
21	State of Arkansas for the use and benefit of the Arkansas National Guard <u>or</u>		
22	<u>the armed forces of the United States</u> <del>becomes</del> <u>is</u> no longer useful or		
23	necessary for National Guard <u>or for other military</u> purposes, <u>then</u> the		
24	Adjutant General shall have authority to sell, <u>convey, or to otherwise</u>		
25	dispose of the property. and,		
26	(B) The Adjutant General may sell, convey, or otherwise		
27	dispose of property under this section by deed, lease, license, permit, or		
28	other instrument executed by him <u>or her on behalf of, and</u> in the name and		
29	behalf of <u>,</u> the State of Arkansas <del>,</del> <del>to convey to the purchaser thereof, as the</del>		
30	Adjutant General may approve, any property, or improvements thereon located,		
31	owned by the State of Arkansas for the use and benefit of the Arkansas		
32	National Guard.		
33	(C) The Adjutant General shall approve the price,		
34	consideration, and other terms and conditions related to the sale,		
35	conveyance, or other disposal of property under this section.		
36	(2) The Adjutant General may also enter into agreements with		

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1 cities, or counties, school boards, other political subdivisions of the 2 state, or any other public entity, body, board, commission, agency, or 3 governmental corporation to convey an estate in real property or other 4 improvements formerly used for National Guard purposes to such city or county 5 the political subdivision or public entity in the event the Adjutant General 6 determines that the transfer would be in the better interest of the National 7 Guard and the local community, where the city or county furnishes or has 8 furnished land for an armory site subject to any reversionary interest that 9 may exist with respect to the estate in favor of the State of Arkansas or of 10 the United States. 11 (3) Any conveyance under this section is subject to approval of 12 the Secretary of the Army or the Secretary of the Air Force, as the case may be, and in compliance with the applicable regulations and instructions. 13 (b)(1) When and if, in the judgment of the Adjutant General, the use 14 15 of any parcel of real property or any armory, warehouse, or other 16 improvements thereon located, owned by or leased to the State of Arkansas for 17 the use and benefit of the Arkansas National Guard or any portion thereof is temporarily not required and not necessary for National Guard purposes, the 18 19 Adjutant General shall have authority to lease or sublease such real property or portion thereof for such rental, and on such terms and conditions and for 20 21 such period of time, as the Adjutant General shall deem to the best interest

22 of the National Guard. The lease or sublease contract shall be executed by 23 the Adjutant General, for and in the name and behalf of the State of 24 Arkansas.

25 (2) Every lease contract shall contain suitable provision for 26 the immediate suspension or termination thereof in the event of the 27 occurrence of an emergency rendering the use of the property by the National 28 Guard of Arkansas necessary for its military purposes and may provide for a 29 refund, out of the Special Military Fund, to the lessee or sublessee, of 30 rental paid in advance for the period covered by the lease during which the lessee or sublessee is by reason of the emergency deprived of the use of said 31 32 property.

33 (c)(1)(A) Before the Adjutant General shall lease, rent, sell, <u>convey</u>,
34 or otherwise dispose of any <u>estate in any real</u> <del>such</del> property <u>or improvement</u>
35 <u>on the property, other than a lease or rental for thirty (30) days or less</u>
36 <u>for the use of real property, buildings, armories, airfields, or other</u>

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12 on the terms specified in the notice, shall be received by the Adjutant 13 General at the time and place specified in the notice, in the form of open <u>or</u> 14 <u>sealed bids, or requests for proposals</u> <del>or sealed bids</del>, as the Adjutant 15 General may direct.

improvements that are temporarily not required for military purposes, he

16 (3) Subject to the Adjutant General's right to reject all bids 17 <u>and proposals</u>, the property shall be <del>sold or leased</del> <u>conveyed</u> to the person, 18 firm, or corporation submitting the bid <u>or proposal</u> which, in the judgment of 19 the Adjutant General, taking into consideration the amount to be paid and the 20 terms <del>of the lease or sale</del> <u>and conditions of the conveyance</u>, is most 21 advantageous to the <u>security and interests of the</u> State of Arkansas <del>for the</del> 22 use and benefit of the National Guard <u>and the United States</u>.

(d)(1) The purchase price, rental, or other moneys to be paid for the conveyance of the estate or property, or for the use thereof, for a period of more than thirty (30) days, under the terms, conditions, and consideration of the sale or lease or sublease conveyance shall be deposited in the State Treasury.

28 (2) The moneys shall be credited to the Special Military Fund, 29 to be used by the Adjutant General for the purposes of constructing, 30 repairing, or maintaining hangars, armories, or other property held by the 31 State of Arkansas for the use and benefit of its National Guard, subject to 32 any priority interest and estate of the United States in such proceeds. 33

/s/ Salmon

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