## 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: H3/31/05	
2	85th General Assembly	A Bill	
3	Regular Session, 2005		HOUSE BILL 2945
4			
5	By: Representative Ledbetter		
6			
7			
8		For An Act To Be Entitled	
9	AN ACT TO PROHIBIT THE HIRING OF RELATIVES BY		
10	PUBLIC OFFICIALS; TO PROHIBIT A STATE AGENCY		
11	EMPLOYEE FROM SUPERVISING A RELATIVE; TO IMPOSE		
12	CIVIL AND CRIMINAL PENALTIES FOR VIOLATIONS; AND		
13	FOR OT	HER PURPOSES.	
14			
15		Subtitle	
16	PRO	HIBITS THE HIRING OF RELATIVES BY	
17	PUB	LIC OFFICIALS, PROHIBITS A STATE	
18	AGE	NCY EMPLOYEE FROM SUPERVISING A	
19	REL	ATIVE, AND IMPOSES CIVIL AND CRIMINAL	
20	PEN	ALTIES FOR VIOLATIONS.	
21			
22			
23	BE IT ENACTED BY THE	GENERAL ASSEMBLY OF THE STATE OF ARKA	ANSAS:
24			
25	SECTION 1. Ark	kansas Code Title 25, Chapter 16 is am	nended to add a new
26	subchapter to read as	s follows:	
27	25-16-1001. De	efinitions.	
28	As used in this	s subchapter:	
29	<u>(1) "Emp</u>	oloyee" means a person whose employmen	nt is not seasonal
30	or temporary and whos	se actual performance of duty requires	one thousand
31	(1,000) or more hours	s during a fiscal year;	
32	<u>(2) "Pul</u>	olic official" means:	
33	(A) The Secretary of State, Governor, Lieutenant Governor,		
34	Treasurer of State, A	Auditor of State, Attorney General, Co	ommissioner of State
35	Lands, a member of th	ne Senate, and a member of the House o	of Representatives;
36	<u>and</u>		

03-31-2005 10:17 BBC333

T	(b) The executive head of any agency, department, board,
2	commission, institution, bureau, or council of this state;
3	(3) "Relative" means husband, wife, mother, father, stepmother,
4	stepfather, mother-in-law, father-in-law, brother, sister, stepbrother,
5	stepsister, half-brother, half-sister, brother-in-law, sister-in-law,
6	daughter, son, stepdaughter, stepson, daughter-in-law, son-in-law, uncle,
7	aunt, first cousin, nephew, or niece;
8	(4) "State agency" means:
9	(A) All boards, commissions, departments, agencies,
10	institutions, state-supported institutions of higher learning, and offices of
11	constitutional officers of the State of Arkansas; and
12	(B) The General Assembly, including divisions,
13	commissions, and bureaus operating under the authority of the General
14	Assembly; and
15	(5) "Supervisory employee" means any individual having:
16	(A) Authority in the interest of the state agency to hire,
17	transfer, suspend, layoff, recall, promote, discharge, assign, reward, or
18	discipline other employees of a state agency; or
19	(B) The responsibility to direct other employees of a
20	state agency, to adjust their grievances, or to effectively recommend an
21	action if the exercise of authority is not of a merely routine or clerical
22	nature, but requires the use of independent judgment.
23	
24	25-16-1002. Prohibited employment of relatives.
25	(a) A public official shall not appoint, employ, promote, advance, or
26	advocate for appointment, employment, promotion, or advancement, in or to a
27	position in the state agency in which the official is serving or over which
28	the official exercises jurisdiction or control over any person who:
29	(1) Is a relative of the public official; and
30	(2)(A) Is an employee of a state agency; or
31	(B) As a result of the public official's action would be
32	an employee of a state agency.
33	(b) Within each state agency, no employees who are related shall be
34	placed within the same direct line of supervision whereby one (1) relative is
35	a supervisory employee and responsible for supervising the job performance or
36	work activities of another relative.

1	(c) If a person is placed on the payroll of a state agency in
2	violation of subsection (a) or (b) of this section:
3	(1) The person shall not be entitled to pay at the rate for
4	which the employee was initially hired;
5	(2) The person shall be entitled to receive pay at the greater
6	of the minimum hourly wage rate under § 11-4-210 or the federal minimum
7	hourly wage rate under the Fair Labor Standards Act, 29 U.S.C. § 201 et seq.,
8	for time actually worked while in violation of subsection (a) or (b) of this
9	section; and
10	(3) The employment shall be void.
11	
12	25-16-1003. Married state agency employees.
13	(a) If as a result of a marriage that occurs after the effective date
14	of this act, employees of a state agency are in violation of the prohibition
15	established by § 25-16-1002, the violation shall be resolved by:
16	(1) Transferring one (1) of the employees to another position
17	within the state agency;
18	(2) Transferring one (1) of the employees to another state
19	agency; or
20	(3) The resignation of one (1) of the employees.
21	(b)(1) The public official of the state agency shall provide written
22	notice to the employees of each of the alternatives under subsection (b) of
23	this section available to eliminate the violation.
24	(2) The employees shall be given the opportunity to select among
25	the available alternatives.
26	(3) If the employees are unable to agree upon an alternative
27	within sixty (60) days of the notice required under subdivision (b)(1) of
28	this section, then the public official shall take action to eliminate the
29	violation.
30	
31	25-16-1004. Criminal penalty.
32	(a) A person commits an offense if the person approves an account or
33	draws or authorizes the drawing of a warrant or order to pay the compensation
34	of another person employed in violation of § 25-16-1002.
35	(b) An offense under subsection (a) of this section is a Class A
36	misdemeanor.

T			
2	25-16-1005. Civil penalties.		
3	(a) A public official who knowingly violates § 25-16-1002(a) shall be		
4	subject to a civil penalty equal to one thousand dollars (\$1,000).		
5	(b)(1) The Attorney General may file suit in Pulaski County Circuit		
6	Court to collect the penalty.		
7	(2) Penalties collected under this section shall be deposited to		
8	the General Revenue Fund Account of the State Apportionment Fund.		
9			
10	25-16-1006. Administration and enforcement.		
11	(a) The Office of Personnel Management of the Department of Finance		
12	and Administration shall establish rules and forms for all state agencies		
13	that will enable each public official and each supervisory employee within a		
14	state agency to determine whether:		
15	(1) The hiring of a job applicant would violate §§ 25-16-1002 or		
16	<u>25-16-1003</u> ; or		
17	(2) The promotion or transfer of an employee of a state agency		
18	would violate § 25-16-1003.		
19	(b) The office shall also establish rules concerning the procedures		
20	<u>for:</u>		
21	(1) Reporting suspected violations of this subchapter to the		
22	office; and		
23	(2)(A) Referring suspected violations to the Attorney General or		
24	Pulaski County Prosecutor for enforcing civil penalties under § 25-16-1005.		
25	(B) If the Attorney General is suspected of violating this		
26	subchapter, the office shall refer the matter to the Pulaski County		
27	Prosecutor.		
28			
29	25-16-1007. This subchapter shall not apply to the hiring, transfer,		
30	or promotion of any person employed in a state agency as of the effective		
31	date of this act.		
32			
33	/s/ Ledbetter		
34			
35			
36			