

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  
2 85th General Assembly  
3 Regular Session, 2005  
4

*As Engrossed: S3/14/05*

# A Bill

SENATE BILL 1183

5 *By: Senators Baker, Womack*  
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## For An Act To Be Entitled

9 AN ACT TO REQUIRE THE DEPARTMENT OF FINANCE  
10 ADMINISTRATION AND ANY OTHER AGENCY THAT PREPARES  
11 FINANCIAL IMPACT STATEMENTS ON CURRENT LAW,  
12 PROPOSED LEGISLATION, OR FILED LEGISLATION TO USE  
13 DYNAMIC SCORING; AND FOR OTHER PURPOSES.  
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## Subtitle

15 TO REQUIRE THE DEPARTMENT OF FINANCE  
16 ADMINISTRATION AND ANY OTHER AGENCY THAT  
17 PREPARES FINANCIAL IMPACT STATEMENTS ON  
18 CURRENT LAW, PROPOSED LEGISLATION, OR  
19 FILED LEGISLATION TO USE DYNAMIC  
20 SCORING.  
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24 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:  
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26 SECTION 1. The purpose of this act is to require the Department of  
27 Finance and Administration and any other agency that prepares financial  
28 impact, revenue impact, or fiscal impact statements on current law, proposed  
29 legislation, or filed legislation to use dynamic scoring to prepare the  
30 statements.  
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32 SECTION 2. Arkansas Code Title 10, Chapter 10, Subchapter 1 is amended  
33 to add a new section to read as follows:

34 10-10-129. Dynamic scoring used to prepare fiscal impact statements.

35 (a) As used in this section:

36 (1)(A) "Dynamic scoring" means the incorporation of



1 macroeconomic impacts and effects in an impact statement.

2 (B) "Dynamic scoring" is also known as dynamic analysis.

3 (C) "Dynamic scoring" includes the effect of a change in  
4 taxation on economic variables such as state income, labor, and capital to  
5 assess the beneficial secondary and tertiary impacts on the Arkansas economy;  
6 and

7 (2) "Impact statement" means the financial impact, revenue  
8 impact, fiscal impact, or economic impact statement prepared by the  
9 Department of Finance and Administration or any other agency regarding  
10 current law, proposed legislation, or filed legislation.

11 (b) After the effective date of this act, impact statements shall be  
12 prepared by using dynamic scoring, in addition to the static revenue impact  
13 method currently used to prepare impact statements.

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15 */s/ Womack*  
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