

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

A Bill

SENATE BILL 425

4
5 By: Senator Malone
6
7

For An Act To Be Entitled

8
9 AN ACT TO INCREASE THE AUTHORITY OF THE TREASURER
10 OF STATE TO INVEST IN OBLIGATIONS OF CORPORATIONS
11 ORGANIZED UNDER THE ARKANSAS DEVELOPMENT FINANCE
12 CORPORATION ACT AT THE DIRECTION OF THE STATE
13 BOARD OF FINANCE; AND FOR OTHER PURPOSES.
14

Subtitle

15
16 AN ACT TO INCREASE THE AUTHORITY OF THE
17 TREASURER OF STATE TO INVEST IN
18 OBLIGATIONS OF CORPORATIONS ORGANIZED
19 UNDER THE ARKANSAS DEVELOPMENT FINANCE
20 CORPORATION ACT.
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22

23 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:
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25 SECTION 1. Arkansas Code § 19-3-518(b)(1), pertaining to the
26 limitation on investment of state funds in obligations of certain
27 corporations, is amended to read as follows:

28 (b)(1) State Funds. The State Board of Finance may direct that a
29 portion of state funds be invested in certificates of deposit in the State
30 Treasurer's Certificate of Deposit Investment Program as provided in § 19-3-
31 519. The remaining portion may be invested in certificates of deposit, in
32 securities as outlined in § 23-47-401 without limitation or as approved in
33 the Treasurer of State investment policy, and in obligations of corporations
34 organized under the provisions of the Arkansas Development Finance
35 Corporation Act, § 15-4-901 et seq., and issued thereunder to the extent of
36 ~~forty million dollars (\$40,000,000)~~ forty-eight million dollars



1 (\$48,000,000), according to the guidelines established in the Treasurer of
2 State investment policy as approved by the State Board of Finance.

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4 SECTION 2. EMERGENCY CLAUSE. It is found and determined by the
5 General Assembly of the State of Arkansas that state fund investment
6 limitations are detrimental to the economic growth of this state; that
7 additional investment authority is needed to provide the Treasurer of State
8 and the State Board of Finance with the flexibility to make sound and
9 beneficial investment decisions; and that this act is immediately necessary
10 to enable additional state funds to be invested as soon as possible.
11 Therefore, an emergency is declared to exist and this act being immediately
12 necessary for the preservation of the public peace, health, and safety shall
13 become effective on:

14 (1) The date of its approval by the Governor;

15 (2) If the bill is neither approved nor vetoed by the Governor,
16 the expiration of the period of time during which the Governor may veto the
17 bill; or

18 (3) If the bill is vetoed by the Governor and the veto is
19 overridden, the date the last house overrides the veto.

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