| 1<br>2   | State of Arkansas<br>85th General Assembly | A Bill                               |                       |
|----------|--|--------------------------------------|-----------------------|
| 3        | Regular Session, 2005                      |                                      | SENATE BILL 820       |
| 4        | Regular Session, 2003                      |                                      | SENATE DILL 020       |
| 5        | By: Senators Glover, Salmon                | n                                    |                       |
| 6        | By. Schators Grover, Samior                |                                      |                       |
| 7        |  |                                      |                       |
| 8        |  | For An Act To Be Entitled            |                       |
| 9        | AN ACT                                     | TO AMEND THE CITY-COUNTY TOURIST ME  | ETING                 |
| 10       | AND ENT                                    | 'ERTAINMENT FACILITIES ASSISTANCE LA | W TO                  |
| 11       | PROVIDE                                    | ASSISTANCE FOR CERTAIN FACILITIES    | OWNED                 |
| 12       | BY CITI                                    | ES OR COUNTIES; AND FOR OTHER PURPO  | SES.                  |
| 13       |  |                                      |                       |
| 14       |  | Subtitle                             |                       |
| 15       | AMEN                                       | DS THE CITY-COUNTY TOURIST MEETING   |                       |
| 16       | AND  | ENTERTAINMENT FACILITIES ASSISTANCE  |                       |
| 17       | LAW  | TO PROVIDE ASSISTANCE FOR CERTAIN    |                       |
| 18       | FACI                                       | LITIES OWNED BY CITIES OR COUNTIES.  |                       |
| 19       |  |                                      |                       |
| 20       |  |                                      |                       |
| 21       | BE IT ENACTED BY THE (                     | GENERAL ASSEMBLY OF THE STATE OF ARK | CANSAS:               |
| 22       |  |                                      |                       |
| 23       | SECTION 1. Arka                            | ansas Code § 14-171-203 is amended t | co read as follows:   |
| 24       | 14-171-203. De:                            | finitions.                           |                       |
| 25       |  | this subchapter, unless the context  | otherwise requires,   |
| 26       | "eligible facility" mo                     | eans a facility:                     |                       |
| 27       |  | a valid agreement entered into with  |                       |
| 28       | <u>-</u>                                   | his subchapter as of June 30, 2000;  |                       |
| 29       |  | has submitted an application to the  |                       |
| 30       |  | e under the provisions of this subch | napter as of January  |
| 31       | 1, 2001.                                   |                                      |                       |
| 32       |  | facility" also means a facility:     |                       |
| 33       |  | has an initial construction cost of  | : at least sixty-five |
| 34<br>25 | million dollars (\$65,0                    |                                      |                       |
| 35       |  | has a seating capacity of at least   | eignteen thousand     |
| 36       | (18,000) permanent sea                     | als; and                             |                       |

| 1  | (3) That is owned by a city of the first class, a governmental                  |  |  |
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| 2  | entity of a city of the first class, a county, or a governmental entity of a    |  |  |
| 3  | county.   |  |  |
| 4  |   |  |  |
| 5  | SECTION 2. Arkansas Code Title 14, Chapter 171, Subchapter 2 is                 |  |  |
| 6  | amended to add an additional section to read as follows:                        |  |  |
| 7  | 14-171-219. Additional payments to localities.                                  |  |  |
| 8  | (a) Notwithstanding §§ 14-171-215 and 14-171-218, payments of state             |  |  |
| 9  | assistance to cities and counties pursuant to an agreement with an eligible     |  |  |
| 10 | facility, as defined by § 14-171-203(b), shall be made as follows:              |  |  |
| 11 | (1) Beginning on July 1, 2006, and continuing each fiscal year                  |  |  |
| 12 | thereafter, the state assistance payment shall be equal to one-third $(1/3)$ of |  |  |
| 13 | the state sales tax liability paid by the facility during the preceding         |  |  |
| 14 | fiscal year;  |  |  |
| 15 | (2) The Treasurer of State shall make quarterly payments from                   |  |  |
| 16 | the City-County Tourist Facilities Aid Fund to the eligible facility in         |  |  |
| 17 | accordance with this section; and   |  |  |
| 18 | (3) On or before September 15 of each year, the Director of the                 |  |  |
| 19 | Department of Finance and Administration shall certify to the Treasurer of      |  |  |
| 20 | State the amount of state sales taxes paid during the preceding fiscal year     |  |  |
| 21 | by an eligible facility.  |  |  |
| 22 | (b) Payments to an eligible facility, as defined by § 14-171-203(b),            |  |  |
| 23 | under this section shall be used only for major maintenance projects.           |  |  |
| 24 | (c)(1) On or before July 1 of each year, each facility to which                 |  |  |
| 25 | payments are made under this section shall provide to the Division of           |  |  |
| 26 | Legislative Audit a written report detailing the expenditure of funds           |  |  |
| 27 | received under this section for the previous twelve (12) months and             |  |  |
| 28 | certifying that the funds were used only for major maintenance projects.        |  |  |
| 29 | (2) If the information required under this subsection (c) is                    |  |  |
| 30 | contained in the facility's annual independent financial audit report, the      |  |  |
| 31 | facility may submit to the Division of Legislative Audit a copy of the annual   |  |  |
| 32 | independent financial audit report to comply with this subsection (c).          |  |  |
| 33 | (3) After an expenditure has been reported to the Division of                   |  |  |
| 34 | Legislative Audit by an eligible facility, the facility shall not be required   |  |  |
| 35 | to report the expenditure on subsequent reports unless requested to do so by    |  |  |
| 36 | the Division of Legislative Audit.  |  |  |

| Ţ  | (d) Payments to an eligible facility, as defined by $\S 14-1/1-203(b)$ ,      |  |  |
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| 2  | shall be subject to the requirements of § 14-171-210.                         |  |  |
| 3  | (e) As used in this section, "major maintenance project":                     |  |  |
| 4  | (1) Means maintenance to satisfy code and safety requirements,                |  |  |
| 5  | repair or replacement of mechanical, electrical, and plumbing systems,        |  |  |
| 6  | exterior and structural construction and repair, and landscaping; and         |  |  |
| 7  | (2) Does not mean:  |  |  |
| 8  | (A) Routine janitorial service;   |  |  |
| 9  | (B) Cleaning the interior or exterior of a building and                       |  |  |
| 10 | any tangible personal property located in or on the building;                 |  |  |
| 11 | (C) Disinfecting and deodorizing;   |  |  |
| 12 | (D) Cleaning carpeting or upholstery;   |  |  |
| 13 | (E) Chimney sweeping;   |  |  |
| 14 | (F) Cleaning venetian blinds or window shades;                                |  |  |
| 15 | (G) Cleaning windows, walls, ceilings, or indoor pools;                       |  |  |
| 16 | (H) Washing or waxing floors;   |  |  |
| 17 | (I) Sandblasting, chemically cleaning, power washing, or                      |  |  |
| 18 | otherwise cleaning building exteriors, including siding, roofs, chimneys, and |  |  |
| 19 | gutters;  |  |  |
| 20 | (J) Removing snow or sweeping dirt off parking lots or                        |  |  |
| 21 | garages;  |  |  |
| 22 | (K) Cleaning ventilating systems, including furnaces or                       |  |  |
| 23 | ductwork;   |  |  |
| 24 | (L) Emptying waste baskets or picking up trash for                            |  |  |
| 25 | immediate or eventual removal from a building or its grounds; and             |  |  |
| 26 | (M) Housekeeping or maid service.   |  |  |
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