1	State of Arkansas As Engrossed: H2/7/13 H3/6/13	
2	89th General Assembly A Bill	
3	Regular Session, 2013 HOUSE BII	LL 1145
4		
5	By: Representatives Nickels, J. Burris, Lampkin, Leding, Lowery, S. Meeks	
6		
7		
8		
9	For An Act To Be Entitled	
10	AN ACT CONCERNING ECONOMIC DEVELOPMENT AND INDUSTRIAL	
11	DEVELOPMENT SERVICES CONTRACTS; TO LIMIT THE	
12	AUTHORITY OF LOCAL GOVERNMENTS TO CONTRACT WITH A	
13	COMMUNITY-BASED NOT-FOR-PROFIT ECONOMIC DEVELOPMENT	
14	CORPORATION FOR ECONOMIC AND INDUSTRIAL DEVELOPMENT	
15	MANAGEMENT SERVICES; AND FOR OTHER PURPOSES.	
16		
17		
18	Subtitle	
19	TO LIMIT THE AUTHORITY OF LOCAL	
20	GOVERNMENTS TO PAY TAXPAYER FUNDS UNDER	
21	SERVICE CONTRACTS FOR ECONOMIC AND	
22	INDUSTRIAL DEVELOPMENT MANAGEMENT	
23	SERVICES.	
24		
25		
26	BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:	
27		
28	SECTION 1. Arkansas Code § 14-174-107 is amended to read as follo	OWS:
29	14-174-107. Services Economic and industrial development manageme	<u>ent</u>
30	<u>contracts — Definitions — Annual reports</u> .	
31	<u>(a)</u> To <del>secure</del> <u>obtain</u> professional economic and industrial develop	oment
32	management expertise, <del>local governments are authorized to</del> <u>a local gover</u>	
33	<u>may</u> contract <del>for such services</del> with a community-based not-for-profit eco	onomic
34	development corporation that does not during the term of the contract:	
35	(1) Make, as defined in § 7-6-201, a contribution, an	
36	expenditure, or an independent expenditure to a candidate for elective	

01-15-2013 11:31:06 DLP050

1	office; or
2	(2) Make a contribution to:
3	(A) An approved political action committee or a prohibited
4	political action committee as those terms are defined in § 7-6-201; or
5	(B) A ballot question committee or legislative question
6	committee as those terms are defined in § 7-9-402.
7	(b) For the purposes of As used in this section;
8	(1) "management" "Management" means:
9	(A) economic Economic and industrial development planning,
10	marketing, advertising, public relations, and supervision;
11	<u>(B)</u> and operation The operation of industrial parks or
12	other <del>such</del> properties <u>for industrial development or economic development</u>
13	purposes; and
14	(C) The negotiation of contracts for:
15	(i) the The sale or lease of such industrial parks
16	and other properties operated for industrial development or economic
17	<u>development purposes</u> , and; or
18	$\underline{(ii)}$ such other Other operating expenses as the
19	governing body may deem local government considers necessary, convenient, or
20	appropriate. for industrial development or economic development purposes; and
21	(2) A "community-based "Community-based not-for-profit economic
22	development corporation" means an organization formed for the same or similar
23	to achieve the purposes as those contained in this subchapter, which and may
24	$\frac{be}{a}$ include a chamber of commerce, $\frac{an}{a}$ industrial development corporation, or $\frac{a}{a}$
25	similar corporation.
26	(c)(l) A community-based not-for-profit economic development
27	corporation that provides services to a local government under a contract
28	authorized by this section shall file an annual report with the local
29	government on or before January 31 each year.
30	(2) The annual report shall describe the corporation's
31	activities, disbursements, and expenditures under the contract for the
32	preceding calendar year.
33	
34	/s/Nickels
35	
36	