1	State of Arkansas	As Engrossed: H2/14/13	
2	89th General Assembly	A Bill	
3	Regular Session, 2013		HOUSE BILL 1251
4			
5	By: Representatives Sabin, M	AcLean, Baltz, E. Armstrong, Hawthorne, D. Whitake	er, McGill, Baine
6		For An Act To Be Entitled	
7		CREATE THE PARTNERSHIP FOR PUBLIC	
8 0			
9 10		S AND INFRASTRUCTURE ACT; TO REGULATE IVATE PARTNERSHIPS FOR PUBLIC FACILITIE	C AND
10			15 AND
11	INFRASIRU	CTURE; AND FOR OTHER PURPOSES.	
12			
15		Subtitle	
15	TO C	REATE THE PARTNERSHIP FOR PUBLIC	
16	FACI	LITIES AND INFRASTRUCTURE ACT; AND TO	
17	REGU	LATE PUBLIC-PRIVATE PARTNERSHIPS FOR	
18	PUBL	IC FACILITIES AND INFRASTRUCTURE.	
19			
20			
21	BE IT ENACTED BY THE (GENERAL ASSEMBLY OF THE STATE OF ARKANS	SAS:
22			
23	SECTION 1. Arka	ansas Code Title 22 is amended to add a	an additional
24	chapter to read as fo	llows:	
25	<u> Chapter 10 - PART</u>	NERSHIP FOR PUBLIC FACILITIES AND INFRA	ASTRUCTURE ACT
26			
27		<u>Subchapter 1 — General Provisions</u>	
28			
29	<u>22-10-101. Tit</u>	<u>le.</u>	
30	<u>This chapter sha</u>	all be known and may be cited as the "F	artnership for
31	Public Facilities and	Infrastructure Act".	
32			
33	<u>22-10-102.</u> Leg:	islative findings and intent.	
34	<u>(a) The General</u>	l Assembly finds that:	
35	<u>(1)</u> There	e is a public need for the timely acqui	lsition, design,
36	<u>construction, improven</u>	<u>ment, renovation, expansion, equipping</u> ,	, maintenance,



.

HB1251

1	operation, implementation, and installation of public infrastructure and
2	government facilities within the state that serve a public purpose;
3	(2) The public need for government facilities and public
4	infrastructure may not be satisfied by existing methods of procurement;
5	(3) There are inadequate resources to develop public
6	infrastructure and government facilities for the benefit of citizens of the
7	state, and there is demonstrated evidence that public-private partnerships
8	can meet these needs by leveraging and supplementing the limited public funds
9	available for public projects and providing other benefits to the public;
10	(4) Financial incentives exist that encourage public entities to
11	enter into partnerships with private entities to develop qualifying projects;
12	and
13	(5) Authorizing private entities to develop or operate one (1)
14	or more qualifying projects may result in the availability of such projects
15	to the public in a more timely or less costly manner, thereby serving the
16	public safety, benefit, and welfare.
17	(b) This chapter is not intended to:
18	(1) Delegate the power of eminent domain to any private entity
19	with respect to a qualifying project commenced or proposed under this
20	chapter; or
21	(2) Alter the eminent domain laws of this state or grant the
22	power of eminent domain to a person who is not expressly granted the power of
23	eminent domain under other state law.
24	
25	22-10-103. Definitions.
26	As used in this chapter:
27	(1) "Affected local jurisdiction" means a county or municipality
28	in which all or a portion of a qualifying project is located;
29	(2) "Comprehensive agreement" means a required agreement between
30	a private entity and a responsible public entity executed under § 22-10-303
31	that outlines the responsibilities and duties of the responsible public
32	entity and the private entity in relation to a qualifying project;
33	(3) "Develop" and "development of" means to plan, design,
34	develop, finance, lease, acquire, install, construct, operate, maintain, or
35	expand;
36	(4) "Interim agreement" means an agreement between a private

2

HB1251

1	entity and a responsible public entity executed under § 22-10-302 to provide
2	for the phasing of the development of a proposed qualifying project and to
3	address the compensable activities that a private entity may perform in
4	relation to a proposed qualifying project before the execution of a
5	comprehensive agreement;
6	(5) "Material default" means a default by a private entity in
7	the performance of the private entity's duties under a comprehensive
8	agreement that jeopardizes adequate service to the public from a qualifying
9	project;
10	(6) "Opportunity cost" means the cost of passing up an
11	alternative and the increase in costs as the result of delaying a decision;
12	(7) "Private entity" means a natural person, corporation,
13	general partnership, limited liability company, limited partnership, joint
14	venture, business trust, public benefit corporation, nonprofit entity, and
15	other business entity;
16	(8) "Public entity" means a department, agency, board, or
17	commission of the state and a political subdivision of the state, including
18	without limitation a city, county, and institution of higher education;
19	(9) "Qualifying project" means:
20	(A) A ferry, mass transit facility, vehicle parking
21	facility, port facility, power generation facility, fuel supply facility, oil
22	or gas pipeline, water supply facility, waste treatment facility, hospital,
23	school, medical or nursing care facility, recreational facility, public
24	building, or other similar facility currently available or to be made
25	available to a public entity for public use, including without limitation a
26	structure, parking area, appurtenance, and other property required to operate
27	the structure or facility and any technology infrastructure installed in the
28	structure or facility that is essential to the project's purpose; or
29	(B) A necessary or desirable improvement to unimproved
30	real property owned by a public entity;
31	(10) "Responsible public entity" means a public entity that has
32	the power to develop the applicable qualifying project;
33	(11) "Revenues" means the revenues, income, earnings, user fees,
34	lease payments, and service payments arising out of or in connection with the
35	development of a qualifying project; and
36	(12) "User fees" means the rates, fees, or other charges imposed

3

HB1251

1	by a private entity for use of all or a portion of a qualifying project
2	pursuant to a comprehensive agreement.
3	
4	22-10-104. Construction - Powers supplemental.
5	(a) This chapter shall be liberally construed to effectuate its
6	purpose.
7	(b)(1) The powers and procedures established under this chapter
8	pertaining to the procurement of public and private facilities and
9	infrastructure are supplemental to all other laws concerning the powers and
10	procedures that a responsible public entity has with respect to entering into
11	an agreement for or procuring public and private facilities and
12	<u>infrastructure.</u>
13	(2) To the extent of any conflict, this chapter does not impair,
14	repeal, modify, or affect:
15	(A) Any other existing law concerning the procurement of
16	public and private facilities and infrastructure, including without
17	limitation Title 6 of this Code; and
18	(B) Section 22-9-301 et seq., if otherwise applicable.
19	
20	<u>22-10-105. Applicability.</u>
21	This chapter does not apply to a telecommunications, cable television,
22	video service, or broadband infrastructure other than technology installed as
23	part of a qualifying project that is essential to the qualifying project
24	unless authorized under the Telecommunications Regulatory Reform Act of 1997,
25	<u>§ 23-17-401 et seq.</u>
26	
27	<u>Subchapter 2 — Proposals for Qualifying Projects</u>
28	
29	22-10-201. Adoption of guidelines required.
30	(a) A responsible public entity shall adopt and make publicly
31	available the following guidelines before approving a qualifying project or
32	accepting a proposal for a qualifying project under this chapter:
33	(1) Reasonable criteria for choosing among competing proposals;
34	(2) Financial review and analysis procedures for financial and
35	technical advisors or consultants that include without limitation:
36	(A) A cost-benefit analysis;

4

1	(B) An assessment of the opportunity cost;
2	(C) An analysis of the lifecycle costs, including without
3	limitation the design and construction costs, operating costs, and
4	maintenance and upgrade costs; and
5	(D) Consideration of the results of relevant studies and
6	analyses related to the proposed qualifying project;
7	(3) Procedures for considering the nonfinancial benefits of a
8	proposed project;
9	(4) Suggested timelines for selecting proposals and negotiating
10	an interim agreement or a comprehensive agreement;
11	(5) Criteria for allowing the responsible public entity to
12	accelerate the selection, review, and documentation timelines for proposals
13	involving a qualifying project that the responsible public entity considers
14	<u>to be a priority;</u>
15	(6) Procedures to:
16	(A) Determine the adequacy of the information released
17	when seeking competing proposals under § 22-10-204; and
18	(B) Allow the responsible public entity to release more
19	detailed information when seeking competing proposals if the responsible
20	public entity determines that the release of additional information is
21	necessary to encourage competition;
22	(7) Criteria, key decision points, and approvals that are
23	required to ensure that the responsible public entity considers the extent of
24	competition before selecting proposals and negotiating an interim agreement
25	<u>or a comprehensive agreement;</u>
26	(8) Criteria for determining any fees that the public entity
27	elects to charge under § 22-10-202; and
28	(9) Procedures for posting and publishing the public notice of a
29	responsible public entity's request for proposals or a private entity's
30	request for approval of a proposal for a qualifying project, including
31	without limitation the following:
32	(A) Specific information and documentation to be released
33	regarding the nature, timing, and scope of the qualifying project submitted
34	under § 22-10-202(b) and the protection of confidential and proprietary
35	information provided by the private entity under the Freedom of Information
36	Act of 1967, § 25-19-101 et seq.;

5

1	(B)(i) A reasonable time period as determined by the
2	responsible public entity to encourage competition and public-private
3	partnerships in accordance with the purpose of this chapter.
4	(ii) The time period established under subdivision
5	(a)(9)(B)(i) of this section shall not to be less than forty-five (45) days,
6	during which time the responsible public entity shall accept the submission
7	of competing proposals for the qualifying project under § 22-10-204;
8	(C) A process for posting the notice required under this
9	subdivision (a)(9) on the responsible public entity's official website and
10	otherwise publishing the notice as required under the applicable procurement
11	laws; and
12	(D) For local government projects, confirmation that the
13	public notice complies with applicable local laws and regulations.
14	(b) The guidelines adopted by a responsible public entity under this
15	section shall be reasonable, encourage competition, and guide the selection
16	of qualifying projects by the responsible public entity.
17	(c) The responsible public entity shall:
18	(1) Make a representative of the responsible public entity
19	available to meet with private entities that are considering submitting a
20	proposal; and
21	(2) Provide notice of the representative's availability.
22	
23	<u>22-10-202. Request by responsible public entity - Initiation by private</u>
24	<u>entity - Fees - Notice.</u>
25	(a) A responsible public entity may request proposals or invite bids
26	from private entities for the development of a qualifying project using the
27	guidelines adopted under § 22-10-201.
28	(b) A private entity may initiate approval of a qualifying project by
29	a responsible public entity by submitting a proposal requesting approval to
30	the responsible public entity under § 22-10-203.
31	(c) The responsible public entity may charge a reasonable fee of up to
32	five thousand dollars (\$5,000) to cover the costs of processing, reviewing,
33	and evaluating a proposal under subsection (b) of this section, including
34	without limitation reasonable attorney's fees and fees for financial,
35	technical, and other necessary advisors or consultants under § 22-10-201.
36	(d)(l) A private entity submitting a proposal to a responsible public

6

1	entity under subsection (b) of this section shall notify each affected local
2	jurisdiction by furnishing a copy of its proposal to each affected local
3	jurisdiction.
4	(2) Within sixty (60) days after receiving the private entity's
5	proposal under subdivision (d)(l) of this section, each affected local
6	jurisdiction that is not a responsible public entity for the respective
7	qualifying project may:
8	(A) Submit written comments regarding the proposed
9	qualifying project to the responsible public entity; and
10	(B) Indicate whether the proposed qualifying project is
11	compatible with local plans and budgets.
12	(3) The responsible public entity shall consider any comments
13	submitted under subdivision (d)(2) of this section before executing an
14	interim agreement or a comprehensive agreement with a private entity.
15	
16	22-10-203. Requirements.
17	(a)(1) A private entity that seeks authorization under this chapter to
18	develop a qualifying project shall first obtain approval of the responsible
19	public entity.
20	(2) A private entity may initiate the approval process by
21	requesting approval under subsection (b) of this section, or the responsible
22	public entity may request proposals or invite bids under § 22-10-202(a).
23	(b)(1) A private entity that intends to be considered for a qualifying
24	project under subsection (a) of this section shall submit a proposal to the
25	responsible public entity.
26	(2) A proposal by a private entity under subdivision (b)(1) of
27	this section shall be accompanied by the following material and information:
28	(A) A project description, including without limitation
29	the following:
30	(i) The location of the qualifying project; and
31	(ii) The specific or conceptual design of the
32	proposed facility, building, infrastructure, or improvement or a conceptual
33	plan for the provision of services or technology infrastructure;
34	(B) A feasibility statement that includes without
35	limitation the following:
36	(i) The method by which the private entity proposes

7

HB1251

1	to secure any necessary property interests required for the qualifying
2	project;
3	(ii) A list of all permits and approvals required
4	for the qualifying project from local, state, and federal agencies; and
5	(iii) A list of public utility facilities, if any,
6	that will be crossed by the qualifying project and a statement of how the
7	private entity will accommodate the crossings;
8	(C) A schedule for the initiation and completion of the
9	qualifying project, including without limitation the following:
10	(i) The proposed responsibilities of the responsible
11	public entity and the private entity;
12	(ii) A timeline of the activities to be performed by
13	the responsible public entity and the private entity; and
14	(iii) A proposed schedule for obtaining the permits
15	required under subdivision (b)(2)(B)(ii) of this section;
16	(D) A plan for financing the qualifying project, including
17	without limitation the following:
18	(i) The sources of the private entity's funds;
19	(ii) Any dedicated revenue source or proposed debt
20	or equity investment on the behalf of the private entity;
21	(iii) A description of any user fees, lease
22	payments, and other service payments to be paid over the term of the interim
23	agreement or the comprehensive agreement; and
24	(iv) The methodology and circumstances for modifying
25	any user fees, lease payments, and other service payments;
26	(E) A business case statement that includes a basic
27	description of the indirect and direct benefits that the private entity can
28	provide in delivering the qualifying project, including without limitation
29	relevant cost, quality, and time frame data;
30	(F) The names and addresses of the persons who may be
31	contacted for further information concerning the request; and
32	(G) Any additional material and information that the
33	responsible public entity reasonably requests.
34	(c) A qualifying project shall be located on real property owned or
35	leased by a public entity and include any improvements necessary or desirable
36	to unimproved real property owned by a public entity.

8

1	
2	<u>22-10-204.</u> Consideration — Approval.
3	(a)(l) When a responsible public entity receives a proposal submitted
4	by a private entity, the responsible public entity shall determine whether to
5	accept the proposal for consideration under this section.
6	(2) If the responsible public entity does not accept for
7	consideration the proposal submitted by the private entity under § 22-10-
8	203(b), the responsible public entity shall return the proposal and all
9	accompanying fees and documentation to the private entity.
10	(3)(A) If the responsible public entity chooses to accept a
11	proposal for a qualifying project submitted under § 22-10-203(b), the
12	responsible public entity shall:
13	(i) Make the qualifying project public according to
14	the guidelines adopted under § 22-10-201; and
15	(ii)(a) Seek competing proposals through open
16	competition.
17	(b) In seeking competing proposals, the
18	responsible public entity shall protect confidential and proprietary
19	information provided by the private entity under the Freedom of Information
20	<u>Act of 1967, § 25-19-101 et seq.</u>
21	(B) Public notices of the request for proposals shall be
22	made at least forty-five (45) days before the date set for the receipt of
23	proposals.
24	(C) The responsible public entity shall evaluate all
25	proposals then submitted for qualifying projects under § 22-10-301 before
26	executing a comprehensive agreement with a private entity for the qualifying
27	project.
28	(b) A responsible public entity may approve the development of a
29	qualifying project if the responsible public entity determines that:
30	(1) There is a public need for or benefit to be derived from the
31	type of qualifying project that the private entity proposes;
32	(2) The estimated cost of the proposed qualifying project is
33	reasonable in relation to similar facilities; and
34	(3) The private entity's plans will result in the timely
35	development of the qualifying project.
36	(c) The responsible public entity's approval of the proposed

9

HB1251

1	qualifying project is contingent on the private entity entering into an
2	interim agreement or a comprehensive agreement with the responsible public
3	entity.
4	(d) The responsible public entity may reject a proposal initiated by a
5	private entity under § 22-10-203 at any time.
6	(e) Neither this chapter nor an interim agreement or comprehensive
7	agreement entered into under this chapter enlarges, diminishes, or affects
8	the authority, if any, otherwise possessed by a responsible public entity to
9	take action that would impact the debt capacity of the state.
10	
11	Subchapter 3 - Contracts Between Responsible Public Entity and Private Entity
12	
13	22-10-301. Procurement requirements.
14	<u>A responsible public entity may enter into a comprehensive agreement</u>
15	only in accordance with:
16	(1) The guidelines adopted by the responsible public entity
17	under § 22-10-201; and
18	(2)(A) Construction procurement and delivery methods consistent
19	with §§ 19-4-1415, 19-11-807, 22-9-203, or 27-67-206.
20	(B) The responsible public entity is not required to
21	select the proposal with the lowest price offer, but the responsible public
22	entity may consider price as one factor in evaluating the proposals received.
23	(C) The other factors the responsible public entity may
24	consider include without limitation the following:
25	(i) The proposed cost of the qualifying facility;
26	(ii) The general reputation, industry experience,
27	and financial capacity of the private entity;
28	(iii) The proposed design of the qualifying project;
29	(iv) The eligibility of the facility for accelerated
30	selection, review, and documentation timelines under the responsible public
31	entity's guidelines;
32	(v) Local citizen and government comments;
33	(vi) Benefits to the public;
34	(vii) The private entity's compliance with a
35	minority business enterprise participation plan;
36	(viii) The private entity's plans to employ local

10

1	contractors and residents; and
2	(ix) Any other criteria that the responsible public
3	entity deems appropriate.
4	
5	22-10-302. Interim agreement.
6	(a) A responsible public entity may enter into an interim agreement
7	with the private entity proposing the development of a qualifying project
8	either before or in connection with the negotiation of a comprehensive
9	agreement under § 22-10-303.
10	(b) An interim agreement entered into under this section may:
11	(1) Permit the private entity to commence activities for which
12	it may be compensated relating to the proposed qualifying project, including
13	without limitation project planning and developing, design and engineering,
14	environmental analysis and mitigation, surveying, and ascertaining the
15	availability of financing for the proposed qualifying project;
16	(2) Establish the process and timing of the negotiation of the
17	comprehensive agreement; and
18	(3) Contain any other provisions related to the development of a
19	proposed qualifying project that are agreed upon by the responsible public
20	entity and the private entity.
21	
22	22-10-303. Comprehensive agreement.
23	(a) Before developing or operating the qualifying project, a private
24	entity shall enter into a comprehensive agreement with the responsible public
25	entity.
26	(b) The comprehensive agreement shall include the following:
27	(1) A thorough description of the duties of the responsible
28	public entity and the private entity in relation to the completion and
29	operation of the qualifying project;
30	(2) Dates and schedules for the completion of the qualifying
31	project;
32	(3) Any user fees, lease payments, or service payments agreed to
33	by the responsible public entity and the private entity and any process for
34	modifying the user fees, lease payments, or service payments during the term
35	of the comprehensive agreement;
36	(4) A copy of each service contract, if any;

11

1	(5) Reimbursements to be paid to the responsible public entity
2	for services provided by the responsible public entity, if any;
3	(6)(A) A process for the review of plans and specifications for
4	the qualifying project by the responsible public entity and approval by the
5	responsible public entity if the plans and specifications conform to
6	reasonable standards that are acceptable to the responsible public entity.
7	(B) However, the private entity shall not be required to
8	complete the design of a qualifying project before the execution of a
9	comprehensive agreement;
10	(7) A process for the periodic and final inspection of the
11	qualifying project by the responsible public entity to ensure that the
12	private entity's activities comply with the comprehensive agreement;
13	(8) For the components of the qualifying project that involve
14	construction, provisions for the delivery of maintenance, payment, and
15	performance bonds, letters of credit, or other forms of security acceptable
16	to the responsible public entity in connection with the development of the
17	<u>qualifying project;</u>
18	(9) Submission of one (1) of the following in a form and amount
19	satisfactory to the responsible public entity and reasonably sufficient to
20	ensure coverage of tort liability to the public and employees and to enable
21	the continued operation of the qualifying project:
22	(A) One (1) or more policies of public liability
23	insurance, copies of which shall be filed with the responsible public entity
24	accompanied by proofs of coverage; or
25	(B) Self-insurance;
26	(10) A process for the responsible public entity's monitoring of
27	the practices of the private entity to ensure that the qualifying project is
28	properly maintained;
29	(11) The filing of appropriate financial statements with the
30	responsible public entity on a periodic basis; and
31	(12)(A) Policies and procedures governing the rights and
32	responsibilities of the responsible public entity and the private entity if
33	the comprehensive agreement is terminated or there is a material default by
34	the private entity.
35	(B) The policies and procedures included in the
36	comprehensive agreement under this subdivision (b)(12) shall:

12

1	(i) Include conditions governing the assumption of
2	the duties and responsibilities of the private entity by the responsible
3	public entity and the transfer or purchase of property or other interests of
4	the private entity by the responsible public entity; and
5	(ii) Be consistent with § 22-10-304.
6	(c) The comprehensive agreement may include the following:
7	(1) Any terms and conditions that the responsible public entity
8	determines will serve the public purpose of this chapter, including without
9	limitation provisions regarding unavoidable delays;
10	(2) Provisions stating when the authority and duties of the
11	private entity under this chapter shall cease and the qualifying project is
12	accordingly dedicated to either the responsible public entity or, if the
13	qualifying project was initially dedicated by an affected local jurisdiction,
14	to the affected local jurisdiction for public use; and
15	(3) A provision for the development of phases or segments of the
16	qualifying project.
17	(d) A modification of the terms of the comprehensive agreement shall
18	be:
19	(1) Agreed upon by the responsible public entity and the private
20	entity; and
21	(2) Added to the comprehensive agreement by written amendment.
22	
23	22-10-304. Material default — Assumption of responsibilities and
24	duties.
25	(a) If there is a material default by a private entity, the
26	responsible public entity may terminate an interim agreement or a
27	comprehensive agreement and exercise any other rights and remedies that may
28	be available to the responsible public entity, including without limitation
29	claims under the maintenance, payment, and performance bonds, letter of
30	credit, or other forms of security required under § 22-10-303.
31	(b)(1) The responsible public entity may assume the responsibilities
32	and duties of the private entity of the qualifying project.
33	(2) If a responsible public entity assumes the responsibilities
34	and duties of a private entity under this subsection, the responsible public
35	entity shall succeed to all of the rights, title, and interest in the
36	qualifying project subject to any liens on revenues previously granted by the

13

1	private entity to any person providing financing for the qualifying project.
2	(c)(l) A responsible public entity having the power of condemnation
3	under state law may exercise the power of condemnation to acquire a
4	qualifying project if there is a material default by a private entity.
5	(2) A person who has provided financing for a qualifying project
6	and the private entity, to the extent of its capital investment, may
7	participate in any condemnation proceedings brought by a responsible public
8	entity with the standing of a property owner.
9	(d)(l) If a responsible public entity assumes the responsibilities and
10	duties of a qualifying project under subsection (b) of this section, the
11	responsible public entity may develop the qualifying project, impose user
12	fees, impose and collect lease payments for the use of the qualifying
13	project, and comply with any service contracts as if it were the private
14	entity.
15	(2)(A) Revenues that are subject to a lien shall be collected
16	for the benefit of and paid to secured parties, as their interests may
17	appear, to the extent necessary to satisfy the private entity's obligations
18	to secured parties, including without limitation the maintenance of reserves.
19	(B) Liens paid under subdivision (d)(2)(A) of this section
20	shall be correspondingly reduced and released when paid off entirely.
21	(3)(A) Before making payments to or for the benefit of a secured
22	party, the responsible public entity may use revenues to pay current
23	operation and maintenance costs of the qualifying project, including without
24	limitation compensation to the responsible public entity for its services in
25	operating and maintaining the qualifying project.
26	(B) The responsible public entity's right to receive
27	payment under subdivision (d)(3)(A) of this section shall be considered just
28	compensation for the qualifying project.
29	(4)(A) The full faith and credit of the responsible public
30	entity shall not be pledged to secure any financing of the private entity
31	when the responsible public entity assumes the responsibilities and duties of
32	a qualifying project.
33	(B) The responsible public entity's assumption of the
34	operation of a qualifying project does not obligate the responsible public
35	entity to pay any obligation of the private entity from sources other than
36	revenues derived from the qualifying project.

14

1	
2	22-10-305. Financing of a qualifying project.
3	(a)(1) Financing of a qualifying project may be in such amounts and
4	upon such terms and conditions as stated in the interim agreement or the
5	comprehensive agreement.
6	(2) The private entity and the responsible public entity may
7	propose to utilize any funding resources available to them and, to the
8	fullest extent permitted by applicable law, may issue debt, equity, or other
9	securities or obligations, enter into leases, access designated trust funds,
10	borrow or accept grants from a state infrastructure bank, and secure
11	financing with a pledge of, security interest in, or lien on the responsible
12	public entity's or the private entity's property, including without
13	limitation any property interests in the qualifying project.
14	(b)(1) The responsible public entity may take action to obtain
15	federal, state, or local assistance for a qualifying project that serves the
16	public purpose of this chapter, including without limitation entering into
17	any contracts required to receive such assistance.
18	(2) All or any portion of the costs of a qualifying project to
19	may be paid, directly or indirectly, from the proceeds of a grant or loan
20	made by a local government, the state government, the federal government, or
21	an agency or instrumentality of a local government, the state government, or
22	the federal government if it would serve the public purpose of this chapter.
23	
24	22-10-306. Service contracts.
25	<u>A public entity may contract with a private entity for the delivery of</u>
26	services to be provided as part of a qualifying project in exchange for
27	service payments or other consideration that the public entity deems
28	appropriate.
29	
30	Subchapter 4 — Other Powers and Responsibilities
31	
32	22-10-401. Eminent domain — Dedication.
33	(a)(l) This chapter does not alter the eminent domain laws of this
34	state or grant the power of eminent domain to any person who is not expressly
35	granted that power under other state law.
36	(2) The power of eminent domain shall not be delegated to a

15

HB1251

-	
1	private entity with respect to a qualifying project commenced or proposed
2	under this chapter.
3	(b)(1) A responsible public entity may dedicate any property interest,
4	including land, improvements, and tangible personal property, that the
5	responsible public entity has for public use in a qualifying project if so
6	doing will serve the public purpose of this chapter by minimizing the cost of
7	a qualifying project to the responsible public entity or reducing the
8	delivery time of a qualifying project.
9	(2)(A) In connection with a dedication under subdivision (b)(1)
10	of this section, a responsible public entity may convey any property interest
11	that the responsible public entity has, subject to the conditions imposed by
12	general law governing such conveyances, to a private entity subject to this
13	chapter for adequate consideration as determined by the responsible public
14	entity.
15	(B) The consideration paid under subdivision (b)(2)(A) of
16	this section may include the agreement of the private entity to develop the
17	qualifying project.
18	(3) The property interests that a responsible public entity may
19	convey to a private entity in connection with a dedication under this section
20	may include licenses, franchises, easements, or any other right or interest
21	the responsible public entity deems appropriate.
22	
23	22-10-402. Sovereign immunity.
24	The conduct of a public entity, an affected local jurisdiction, or an
25	officer or employee of a public entity or an affected local jurisdiction
26	under this chapter does not waive the sovereign immunity of the public
27	entity, the affected local jurisdiction, or the officer or employee of the
28	public entity or affected local jurisdiction with respect to the
29	participation in or approval of all or any part of a qualifying project or
30	its operation, including without limitation the interconnection of the
31	qualifying project with any other infrastructure or project.
32	
33	22-10-403. Law enforcement jurisdiction.
34	Police officers of a responsible public entity and of each affected
35	local jurisdiction have the same powers and jurisdiction within the limits of
36	the qualifying project as the police officers have in their respective areas

16

HB1251

1	of jurisdiction, and the police officers shall have access to each qualifying
2	project in their jurisdiction at any time for the purpose of exercising their
3	powers and jurisdiction.
4	
5	22-10-404. Open meetings — Disclosure of records.
6	(a) This chapter does not abrogate the obligation of a responsible
7	public entity or the Legislative Task Force on the Partnership for Public
8	Facilities and Infrastructure to comply with the Freedom of Information Act
9	<u>of 1967, § 25-19-101 et seq.</u>
10	(b) However, records that would otherwise be exempt from disclosure
11	under the Freedom of Information Act of 1967, § 25-19-101 et seq., remain
12	exempt when in the custody or control of a responsible public entity or the
13	task force.
14	
15	<u>Subchapter 5 — Legislative Task Force on the Partnership for Public</u>
16	Facilities and Infrastructure
17	
18	<u>22-10-501. Creation - Meetings - Staff.</u>
19	(a) There is created the Legislative Task Force on the Partnership for
20	Public Facilities and Infrastructure.
21	(b)(1) The task force shall be composed of no more than twenty (20)
22	members. The number of members shall be determined by agreement between the
23	Chair of the Senate Committee on State Agencies and Governmental Affairs and
24	the Chair of the House Committee on State Agencies and Governmental Affairs.
25	(2) The Chair of the Senate Committee on State Agencies and
26	Governmental Affairs and the Chair of the House Committee on State Agencies
27	and Governmental Affairs shall appoint the membership for each biennium
28	pursuant to the procedure agreed upon by the respective chairs.
29	(3) The task force shall include members of the General Assembly
30	and members of the public.
31	(h)(h) The test force shall have two (2) cocheins whe are
20	(4)(A) The task force shall have two (2) cochairs who are
32	members of the General Assembly.
32 33	
	members of the General Assembly.
33	members of the General Assembly. (B) One (1) cochair shall be a member of the Senate, and

17

HB1251

1	mileage and per diem at the same rate as for attending other legislative
2	committees.
3	(e) The task force shall receive staff support from the Bureau of
4	Legislative Research.
5	
6	22-10-502. Powers and duties.
7	The Legislative Task Force on the Partnership for Public Facilities and
8	Infrastructure shall:
9	(1) Review, discuss, and advise on issues related to this
10	<u>chapter;</u>
11	(2) Monitor case-study projects and evaluate performance and
12	outcomes relevant to public-private partnerships;
13	(3) Serve as a reference for educational resources;
14	(4) Ask for a review of any request for proposals for a
15	qualifying project or any proposal for a qualifying project;
16	(5) Develop goals and strategies to promote public-private
17	partnerships under this subchapter;
18	(6) Work in consultation with the Joint Adequacy Evaluation
19	Oversight Subcommittee of the House Committee on Education and the Senate
20	Committee on Education or the Commission for Arkansas Public School Academic
21	Facilities and Transportation to consider, evaluate, and discuss the
22	application of this chapter to public school districts; and
23	(7) Develop model guidelines to assist responsible public
24	entities in adopting the guidelines required under § 22-10-201.
25	
26	/s/Sabin
27	
28	
29	
30	
31	
32	
33	
34	
35	
36	

18