1	State of Arkansas	A D'11	
2	92nd General Assembly	A Bill	
3	Regular Session, 2019		HOUSE BILL 1165
4			
5	By: Representative A. Davis		
6	By: Senator Hester		
7			
8		For An Act To Be Entitled	
9	AN ACT TO CREATE THE TRANSFORMATION AND EFFICIENCIES		
10	ACT OF 2019;	TO ESTABLISH CABINET-LEVEL DEPA	ARTMENTS;
11	TO ESTABLISH	THE CABINET-LEVEL DEPARTMENT OF	F THE
12	MILITARY; TO TRANSFER VARIOUS STATE AGENCIES; TO		
13	DECLARE AN E	MERGENCY; AND FOR OTHER PURPOSES	S.
14			
15			
16		Subtitle	
17	TO CREA	ATE THE TRANSFORMATION AND	
18	EFFICIE	ENCIES ACT OF 2019; TO ESTABLISH	
19	CABINET	T-LEVEL DEPARTMENTS; TO ESTABLIS	H
20	THE CAI	BINET-LEVEL DEPARTMENT OF THE	
21	MILITA	RY; TO TRANSFER VARIOUS STATE	
22	AGENCI	ES; AND TO DECLARE AN EMERGENCY.	
23			
24			
25	BE IT ENACTED BY THE GEN	ERAL ASSEMBLY OF THE STATE OF AF	RKANSAS:
26			
27	SECTION 1. Arkans	as Code Title 25, Chapter 43, is	s amended to add an
28	additional subchapter to read as follows:		
29	Subcha	pter 12 — Department of the Mili	<u>itary</u>
30			
31	25-43-1201. Depar	tment of the Military — Creation	n <u>.</u>
32	There is created the Department of the Military as a cabinet-level		
33	department.		
34			
35	<u>25-43-1202</u> . State	entities transferred to the Dep	partment of the
36	Military.		

1	(a) The administrative functions of the following state entities are		
2	transferred to the Department of the Military pursuant to a cabinet-level		
3	department transfer:		
4	(1) The Bureau of War Records, created under § 12-61-123; and		
5	(2) The State Military Department, created under the Acts 1929,		
6	No 85, and established as an independent agency by Acts 1981, No. 45 §4.		
7	(b) Each entity transferred shall retain its specified statutory		
8	duties.		
9	(c) The State Military Department shall be known as the Department of		
10	the Military.		
11			
12	25-43-1203. Secretary of the Department of Military.		
13	(a) The executive head of the Department of the Military shall be the		
14	Secretary of the Department of the Military.		
15	(b) The secretary shall be employed by the Governor and shall serve at		
16	the pleasure of the Governor.		
17	(c) The secretary shall also be the Adjutant General of the Department		
18	of the Military and shall meet all of the qualifications to hold that		
19	position.		
20	(d) The secretary may perform all duties to administer the Department		
21	of the Military, including without limitation:		
22	(1) Delegate to the employees of the Department of the Military		
23	any of the powers or duties of the department required to administer the:		
24	(A) Statutory duties; or		
25	(B) Rules, orders, or directives promulgated or issued by		
26	the state entities transferred to or established within the department;		
27	(2) Hire department personnel; and		
28	(3) Perform or assign duties assigned to the department.		
29			
30	SECTION 2. Arkansas Code § 6-60-214(h)(2), concerning tuition benefits		
31	for soldiers and airmen of the Arkansas National Guard, is amended to read as		
32	follows:		
33	(2) The <del>State Military Department</del> <u>Department of the Military</u> and		
34	the Department of Higher Education shall meet regularly to monitor and		
35	measure the success of this section, including without limitation to assess		
36	graduation rates of the soldiers and airmen under this section.		

- SECTION 3. Arkansas Code § 12-61-106(a), concerning the powers and duties of the Adjutant General, is amended to read as follows:
- (a) In addition to being a state staff officer, the Adjutant General shall be the Chief-of-Staff to the Commander-in-Chief and the administrative head of the Military Department Secretary of the Department of Military.

- 8 SECTION 4. Arkansas Code § 12-61-107(b)(2), concerning the employment 9 of personnel, is amended to read as follows:
  - (2) This subsection shall only apply to a person who begins employment with the State Military Department after August 12, 2005 and with the Department of the Military after July 1, 2019.

- SECTION 5. Arkansas Code § 12-61-121(a)(3), concerning awards and medals for exceptional or meritorious service, is amended to read as follows:
- 16 (3) The State Military Department Department of the Military is 17 authorized to promulgate necessary rules and regulations to establish the 18 criteria under which any medal, ribbon, or decoration may be awarded.

- SECTION 6. Arkansas Code § 12-61-124 is amended to read as follows:

  12-61-124. Givilian juvenile student training programs National Guard
  Youth Challenge Program.
- (a) The Adjutant General may, at his or her discretion and with such funds as may be appropriated by the General Assembly, or with such funds as may be provided by the United States, develop and implement civilian juvenile student training programs a National Guard Youth Challenge Program for the purpose of providing training, education, health, welfare, rehabilitative, and other services to juveniles.
- (b) The Adjutant General is authorized to enter into agreements, contracts, and memoranda of understanding with other state, federal, and local agencies, other persons, firms, and corporations, and the juvenile courts of this state for the purposes of providing training, education, health, welfare, rehabilitative, and other services to juveniles participating in such programs this program.
- (c) The Adjutant General may promulgate and issue such rules, regulations, and other guidelines as may be necessary and proper to carry out

- the purposes and provisions of this section.
  - (d)(1) Juvenile participants in the Civilian Student Training Program receiving services from the Arkansas National Guard are authorized to receive a monetary stipend, not to exceed ten dollars (\$10.00) per week to defray personal hygiene and other personal necessities. Juvenile participants are authorized to receive uniforms and clothing items as determined by the staff to be appropriate for effective participation in outdoor activities.
  - (2) Transportation to support Civilian Student Training Program activities for juvenile participants and staff may be provided by commercial lease/purchase of motor vehicles not to exceed six (6) vehicles.

- SECTION 7. Arkansas Code § 12-61-127 is repealed.
- 13 12-61-127. Civilian Student Training Program Stipend.
  - (a) Juvenile participants in the Civilian Student Training Program at Camp Joseph T. Robinson receiving services from the Arkansas National Guard are authorized to receive a monetary stipend, not to exceed ten dollars (\$10.00) per week to defray personal hygiene and other personal necessities.
  - (b) Juvenile participants are authorized to receive uniforms and elothing items as determined by the staff to be appropriate for effective participation in outdoor activities.

- SECTION 8. Arkansas Code § 12-61-128 is repealed.
- 23 12-61-128. Civilian Student Training Program Transportation.

Transportation to support Civilian Student Training Program activities for juvenile participants and staff may be provided by commercial lease or purchase of motor vehicles not to exceed six (6) vehicles.

- SECTION 9. Arkansas Code § 12-63-209(a), concerning the penalty for criminal trespass upon a military reservation, is amended to read as follows:
- (a) A person commits the offense of criminal trespass upon a military reservation if he or she purposefully, and without authority, enters upon or remains unlawfully upon any military reservation, military armory, or other military building or property owned, leased, licensed, operated, occupied, maintained, or under the control or management of the State of Arkansas under the control and management of the State Military Department Department of the Military.

1	
2	SECTION 10. Arkansas Code § 12-63-406(b)(4), concerning the tax
3	exemption for canteen inventory and sales, is amended to read as follows:
4	(4) Full-time employees of the State Military Department
5	Department of the Military;
6	
7	SECTION 11. Arkansas Code § 12-63-407(d)(2)(B), concerning the Camp
8	Joseph T. Robinson and Fort Chaffee canteens, is amended to read as follows:
9	(B) Full-time employees of the Arkansas Department
10	Department of the Military and United States Department of Defense;
11	
12	SECTION 12. Arkansas Code § 12-64-110 is amended to read as follows:
13	12-64-110. Appropriations — State Military Department Department of
14	the Military Fund Account.
15	(a) There shall be appropriated annually, for the military department
16	Department of the Military, the sum of twenty thousand dollars (\$20,000) for
17	the State Judge Advocate to pay for the administration of military justice.
18	(b) For the foregoing purposes, there is created in the State Treasury
19	a fund to be designated the <del>State Military Department</del> <u>Department of the</u>
20	Military Fund Account-Military Justice Fund, from which expenses of military
21	justice shall be paid in the amounts and manner prescribed by law.
22	
23	SECTION 13. Arkansas Code § 12-64-518(e), concerning the issuance of
24	process and subpoenas, is amended to read as follows:
25	(e) Any sheriff, constable, jailer, marshal, or other civil officer
26	named in this code, who shall neglect or refuse to obey, execute, or return
27	the lawful warrant or other process of a military court or make a false
28	return thereon, shall be guilty of a misdemeanor and in addition to the
29	penalties attaching thereto, shall forfeit fifty dollars (\$50.00) for each
30	offense or neglect of duty, the money to be recovered in a civil action
31	against the officer and his or her official sureties by the Attorney General
32	for the benefit of the <del>State Military Department</del> Department of the Military
33	Fund.
34	
35	SECTION 14. Arkansas Code § 12-64-609(c)(1), concerning fines and
36	forfeitures, is amended to read as follows:

1	(c)(l) Notwithstanding any other law, a fine or penalty imposed by a
2	military court upon an officer or enlistee shall be paid by the officer
3	collecting it within thirty (30) days to the Treasurer of State of Arkansas
4	and shall become a part of, be credited to, and be spent from, the State
5	Military Department of the Military Fund.
6	
7	SECTION 15. Arkansas Code § 12-64-610 is amended to read as follows:
8	12-64-610. Delinquent fines or forfeitures.
9	(a)(1) When a fine or forfeiture is delinquent for a period of ninety
10	(90) days or more, the State Military Department Department of the Military
11	shall have a cause of action against the person and property liable for the
12	delinquent portion of the fine or forfeiture, costs of collection, penalties
13	and interest to which the <del>State Military Department</del> <u>Department of the</u>
14	Military is entitled, plus a reasonable attorney's fee.
15	(2) The <del>State Military Department</del> <u>Department of the Military</u>
16	shall have a lien on all property subject to forfeiture.
17	(b) The action shall be brought in the Pulaski County Circuit Court.
18	(c) The judgment awarded the State Military Department Department of
19	$\underline{\text{the Military}}$ under this section shall be enforceable to the same extent and
20	in the same manner as other civil judgments.
21	
22	SECTION 16. Arkansas Code § 17-105-106(4), exemption from licensure of
23	a physician assistant, is amended to read as follows:
24	(4) A physician assistant in the service of the State Military
25	Department Department of the Military or the Arkansas National Guard, or
26	both. These physician assistants shall be allowed to perform their physician
27	assistant practice duties, including prescribing, in the same manner as they
28	would if federalized by the United States Government;
29	
30	SECTION 17. Arkansas Code § 19-5-302(2), concerning the State General
31	Government Fund, is amended to read as follows:
32	(2) State Military Department Department of the Military Fund
33	Account.

Military Fund Account shall be used for the maintenance, operation, and

improvement of the State Military Department Department of the Military

(A) The State Military Department Department of the

34

35

1 required in carrying out the powers, functions, and duties as set out in the 2 Military Code of Arkansas, § 12-60-101 et seq., or other duties imposed by 3 law upon the State Militia, State Military Department Department of the 4 Military, and the Arkansas Wing of the Civil Air Patrol, which was separated 5 from the Department of Public Safety [abolished] by Acts 1981, No. 45, §§ 4 6 and 5.7 (B) The State Military Department Department of the 8 Military Fund Account shall consist of: 9 (i) Those general revenues as may be provided by 10 law: 11 (ii) Nonrevenue income derived from services 12 provided by the State Military Department Department of the Military; and 13 (iii) Any other funds as may be provided by law. 14 (C) Federal reimbursement funds received on account of 15 eligible expenditures by the State Militia or the State Military Department 16 Department of the Military shall be deposited into the Special Military Fund 17 established on the books of the Treasurer of State, the Auditor of State, and 18 the Chief Fiscal Officer of the State, there to be used as may be provided by 19 law; 20 21 SECTION 18. Arkansas Code § 19-5-501(b)(3), concerning the Budget 22 Stabilization Trust Fund, is amended to read as follows: 23 (3) Making transfers to the State Military Department Department 24 of the Military Fund Account of the State General Government Fund as 25 established in § 19-5-302(2)(A)-(C) for the purpose of providing 26 reimbursement or immediate funding for expenses incurred by the State 27 Military Department Department of the Military on behalf of the Arkansas 28 National Guard emergency call-up appropriation; 29 30 SECTION 19. Arkansas Code § 19-5-905(a)(11)(B), concerning the 31 Securities Reserve Fund, is amended to read as follows: 32 The State Military Department Department of the 33 Military Fund Account under § 19-5-501(b)(3); 34 35 SECTION 20. Arkansas Code § 19-5-1007 is amended to read as follows: 36 19-5-1007. Special Military Fund.

- 1 (a) There is established on the books of the Treasurer of State, the
  2 Auditor of State, and the Chief Fiscal Officer of the State a fund to be
  3 known as the "Special Military Fund".
- 4 The Special Military Fund is to consist of federal reimbursement 5 received on account of eligible expenditures by the State Military Department 6 Department of the Military and shall be used to provide funding wholly or 7 partially for appropriations made payable from the Special Military Fund and 8 to provide supplemental support, to the extent necessary, to the State 9 Military Department Department of the Military Fund Account of the State 10 General Government Fund, there to be used solely for the programs of the 11 department.

12

- 13 SECTION 21. Arkansas Code § 19-5-1095(b)(1)(B), concerning the 14 Military Support Revolving Fund, is amended to read as follows:
- 15 (B) All moneys received by the State Military Department
  16 Department of the Military from the United States Army, the United States Air
  17 Force, the United States Navy, foreign allied governments, and reserve forces
  18 of the United States, allied nations, and other federal agencies.

19

- SECTION 22. Arkansas Code § 19-10-204(b)(1)(A)(iii)(a), concerning the jurisdiction of the Arkansas State Claims Commission, is amended to read as follows:
- 23 (a) A claim by a member of the uniformed armed 24 services against the State Military Department Department of the Military, 25 the State militia, or any subdivision thereof, if the claim arises out of the 26 performance of the claimant's military duty;

- 28 SECTION 23. Arkansas Code § 21-4-204(a)(2), concerning the accrual and 29 use of annual leave, is amended to read as follows:
- 30 (2) Each fire and emergency service employee of the State
  31 Military Department Department of the Military who works a regularly
  32 scheduled shift of more than forty-seven (47) hours per week is entitled to
  33 annual leave with full pay computed on the basis of the following schedule
  34 for each complete month of service:
- 35 Through 3 years 1 day and 4 hours per month 3 through 5 years 1 day 36 and 7 hours per month 5 through 12 years 2 days per month 12 through 20

1	years 2 days and 3 hours per month Over 20 years 2 days and 5 hours per			
2	month			
3				
4	SECTION 24. Arkansas Code § 21-4-207(a)(1)(B), concerning the accrual			
5	and use of sick leave, is amended to read as follows:			
6	(B) Each fire and emergency service employee of the State			
7	Military Department Department of the Military who works a regularly			
8	scheduled shift of more than forty-seven (47) hours per week is entitled to			
9	sick leave with full pay computed on the basis of one (1) day and four (4)			
10	hours for each complete month of service.			
11				
12	SECTION 25. Arkansas Code § 24-4-101(34)(B)(i)(b), concerning the			
13	definition of "public safety member" under the laws of the Arkansas Public			
14	Employees' Retirement System , is amended to read as follows:			
15	(b) "Police officer" includes a wildlife			
16	officer of the Arkansas State Game and Fish Commission, a drug enforcement			
17	officer of a judicial drug taskforce, a civilian firefighter of the State			
18	Military Department Department of the Military covered under § 24-4-1004, as			
19	all officers and the Chief of the State Capitol Police within the office of			
20	the Secretary of State.			
21				
22	SECTION 26 Arkansas Code § 24-4-1004(a), concerning determination of			
23	benefits for civilian firefighters of the State Military Department, is			
24	amended to read as follows:			
25	(a) For purposes of determining benefits under this chapter, all			
26	credited service, whenever earned, of persons employed as civilian			
27	firefighters of the <del>State Military Department</del> <u>Department of the Military</u> as			
28	of July 1, 1997, and of persons thereafter employed in those positions shall			
29	be treated as public safety member service if the position is one hundred			
30	percent (100%) federally funded.			
31				
32	SECTION 27. EMERGENCY CLAUSE. It is found and determined by the			
33	General Assembly of the State of Arkansas that this act revises the duties of			
34	certain state entities; that this act establishes new departments of the			
35	state; that these revisions impact the expenses and operations of state			
36	government; and that the provisions of this act should become effective at			

```
the beginning of the fiscal year to allow for implementation of the new
 1
     provisions at the beginning of the fiscal year. Therefore, an emergency is
 2
     declared to exist, and this act being necessary for the preservation of the
 3
     public peace, health, and safety shall become effective on July 1, 2019.
 4
 5
 6
 7
 8
 9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28
29
30
31
32
33
34
35
36
```