| 1 | State of Arkansas | A D:11 | |
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| 2 | 93rd General Assembly | A Bill | |
| 3 | Regular Session, 2021 | | SENATE BILL 278 |
| 4 | | | |
| 5 | By: Joint Budget Committee | | |
| 6 | | | |
| 7 | _ • | r An Act To Be Entitled | |
| 8 | | OPRIATE THE BALANCES OF CAPI | |
| 9 | | OPRIATIONS FOR THE DEPARTMEN | |
| 10 | | SAS ECONOMIC DEVELOPMENT CON | MISSION; |
| 11 | | RPOSES. | |
| 12 | | | |
| 13 | | C 1 441 | |
| 14 | | Subtitle | |
| 15 | | THE DEPARTMENT OF COMMERCE | |
| 16 | | ONOMIC DEVELOPMENT COMMISSION | ON |
| 17 | | TION. | |
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| 19 20 | | ACCEMDIV OF THE CTATE OF A | DVANCAC. |
| 21 | | ASSEMBLI OF THE STATE OF A | MANDAD: |
| 22 | | rion - development and enhan | NCEMENT FIIND AND |
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| 27 | (A) Effective July 1, | 2021, the balance of the ap | opropriation provided |
| 28 | in Item (C) of Section 2 of A | Act 117 of 2020, for communi | ity improvement grants |
| 29 | to counties, for operating, | construction, improvements, | equipment, |
| 30 | renovation, and maintenance | expenses associated with cou | unty fairs and rodeos, |
| 31 | in a sum not to exceed | | \$5,625. |
| 32 | (B) Effective July 1, | 2021, the balance of the ap | opropriation provided |
| 33 | in Item (D) of Section 2 of A | Act 117 of 2020, for grants | to fire departments, |
| 34 | counties, municipalities, or | subdivisions thereof, or ot | ther eligible entities |
| 35 | for operating, construction, | improvements, equipment, re | enovation, and |
| 36 | maintenance expenses associat | ed with public buildings, | community centers, |

| 1 | memorials, parks, amphitheaters, recreation centers, fire protection and | |
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| 2 | cemeteries, in a sum not to exceed\$180. | |
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| 4 | SECTION 2. REAPPROPRIATION - ECONOMIC DEVELOPMENT INCENTIVE PROGRAM - | |
| 5 | CREATE REBATE. There is hereby appropriated, to the Department of Commerce, | |
| 6 | to be payable from the Economic Development Incentive Fund of the Arkansas | |
| 7 | Economic Development Commission, for the Department of Commerce - Arkansas | |
| 8 | Economic Development Commission the following: | |
| 9 | (A) Effective July 1, 2021, the balance of the appropriation provided | |
| 10 | in Item (B) of Section 3 of Act 117 of 2020, for financial incentives to | |
| 11 | companies locating a new facility or expanding an existing facility with the | |
| 12 | State of Arkansas and for companies that hire and maintain specified levels | |
| 13 | of employment, as identified in signed financial agreements with the Arkansas | |
| 14 | Economic Development Commission, in a sum not to exceed\$37,500,000 | |
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| 16 | SECTION 3. REAPPROPRIATION - DEVELOPMENT AND ENHANCEMENT FUNDS - | |
| 17 | DIVISION OF SCIENCE AND TECHNOLOGY. There is hereby appropriated, to the | |
| 18 | Department of Commerce, to be payable from the Development and Enhancement | |
| 19 | Fund, for the Department of Commerce - Arkansas Economic Development | |
| 20 | Commission - Division of Science and Technology the following: | |
| 21 | (A) Effective July 1, 2021, the balance of the appropriation provided | |
| 22 | in Item (A) of Section 4 of Act 117 of 2020, for matching funds for a grant | |
| 23 | from the National Science Foundation, in a sum not to exceed\$8,453. | |
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| 25 | SECTION 4. REAPPROPRIATION - QUICK ACTION CLOSING FUND. There is | |
| 26 | hereby appropriated, to the Department of Commerce, to be payable from the | |
| 27 | Economic Development Incentive Quick Action Closing Fund, for the Department | |
| 28 | of Commerce - Arkansas Economic Development Commission the following: | |
| 29 | (A) Effective July 1, 2021, the balance of the appropriation provided | |
| 30 | in Item (A) of Section 5 of Act 117 of 2020, for incentives to attract new | |
| 31 | business and economic development to the State by the Arkansas Economic | |
| 32 | Development Commission, in a sum not to exceed\$1,838,069 | |
| 33 | (B) Effective July 1, 2021, the balance of the appropriation provided | |
| 34 | in Item (B) of Section 5 of Act 117 of 2020, for incentives to attract new | |
| 35 | business and economic development to the State, in a sum not to exceed | |
| 36 | \$18 727 888 | |

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| 2 | SECTION 5. REAPPROPRIATION - MINORITY AND WOMEN-OWNED BUSINESS LOAN |
| 3 | MOBILIZATION. There is hereby appropriated, to the Department of Commerce, |
| 4 | to be payable from the Minority and Women-Owned Business Loan Mobilization |
| 5 | Revolving Fund, for the Department of Commerce - Arkansas Economic |
| 6 | Development Commission the following: |
| 7 | (A) Effective July 1, 2021, the balance of the appropriation provided |
| 8 | in Item (A) of Section 6 of Act 117 of 2020, for promoting the development of |
| 9 | minority business enterprises in the State, increasing the ability of |
| 10 | minority business enterprises to compete for state contracts, and sustaining |
| 11 | the economic growth of minority business enterprises in the State, in a sum |
| 12 | not to exceed\$202,578. |
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| 14 | SECTION 6. REAPPROPRIATION - CAPITAL IMPROVEMENT PROJECTS, GRANTS AND |
| 15 | PROGRAMS. There is hereby appropriated, to the Department of Commerce, to be |
| 16 | payable from the Development and Enhancement Fund, for the Department of |
| 17 | Commerce - Arkansas Economic Development Commission the following: |
| 18 | (A) Effective July 1, 2021, the balance of the appropriation provided |
| 19 | in Item (A) of Section 9 of Act 117 of 2020, for statewide grants to |
| 20 | organizations that provide spay and neuter services, in a sum not to exceed |
| 21 | \$120,000. |
| 22 | (B) Effective July 1, 2021, the balance of the appropriation provided |
| 23 | in Item (B) of Section 9 of Act 117 of 2020, for grants to eligible entities |
| 24 | for improvements, construction, renovation, major maintenance, operating |
| 25 | expenses and repairs for airports, in a sum not to exceed\$100,000. |
| 26 | (C) Effective July 1, 2021, the balance of the appropriation provided |
| 27 | in Item (C) of Section 9 of Act 117 of 2020, for grants and/or loans to state |
| 28 | agencies, community-based non-profit organizations, fire departments, |
| 29 | counties, municipalities or subdivisions thereof, or other eligible entities |
| 30 | for operating, construction, improvements, equipment, renovation, and/or |
| 31 | maintenance expenses associated with public buildings, public lands, |
| 32 | community centers, memorials, parks, amphitheaters, museums, recreation |
| 33 | centers, fire protection, law enforcement, libraries, senior centers, and |
| 34 | cemeteries, in a sum not to exceed\$27,917,430. |
| 35 | (D) Effective July 1, 2021, the balance of the appropriation provided |
| 36 | in Item (D) of Section 9 of Act 117 of 2020, for payments on bonds issued for |

| 1 | economic development projects authorized under Amendment 82 to the | |
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| 2 | Constitution of the State of Arkansas of 1874, in a sum not to exceed | |
| 3 | \$7,000,000. | |
| 4 | (E) Effective July 1, 2021, the balance of the appropriation provided | |
| 5 | in Item (E) of Section 9 of Act 117 of 2020, for funding for grants and/or | |
| 6 | loans to state agencies, cities, counties, community-based non-profit | |
| 7 | organizations and other eligible entities to support economic stimulus | |
| 8 | activities throughout the state, in a sum not to exceed\$9,150,000. | |
| 9 | (F) Effective July 1, 2021, the balance of the appropriation provided | |
| 10 | in Item (F) of Section 9 of Act 117 of 2020, for vital infrastructure needs, | |
| 11 | programs, grants, and/or loans for public buildings, water treatment systems, | |
| 12 | environmental concerns, energy needs, telecommunications, sewer systems, and | |
| 13 | cost-effective energy efficient improvements and technologies, in a sum not | |
| 14 | to exceed\$22,000,000. | |
| 15 | (G) Effective July 1, 2021, the balance of the appropriation provided | |
| 16 | in Item (G) of Section 9 of Act 117 of 2020, for Public Safety Grants to | |
| 17 | eligible entities for personal services, operating expenses, equipment, | |
| 18 | maintenance, repair and upgrade associated with the provision of fire | |
| 19 | protection, search and rescue, security enhancement, telecommunications, | |
| 20 | emergency medical service, and disaster relief and recovery, in a sum not to | |
| 21 | exceed\$9,900,000. | |
| 22 | (H) Effective July 1, 2021, the balance of the appropriation provided | |
| 23 | in Item (H) of Section 9 of Act 117 of 2020, for community improvement grants | |
| 24 | for equipment, repair, maintenance, construction, renovation, improvement and | |
| 25 | upgrade of public buildings and facilities, in a sum not to exceed | |
| 26 | \$5,000,000. | |
| 27 | (I) Effective July 1, 2021, the balance of the appropriation provided | |
| 28 | in Item (I) of Section 9 of Act 117 of 2020, for grant matching funds and/or | |
| 29 | loans to state agencies, cities, counties, community-based non-profit | |
| 30 | organizations and other eligible entities applying for consideration with a | |
| 31 | granting organization that requires matching funds for projects, to maximize | |
| 32 | contributions, provide cash assistance, or match contributions to ensure | |
| 33 | grant funding or contract, in a sum not to exceed\$9,225,000. | |
| 34 | (J) Effective July 1, 2021, the balance of the appropriation provided | |
| 35 | in Item (J) of Section 9 of Act 117 of 2020, for the purpose of providing | |
| 36 | grants and/or loans to state agencies, cities, counties, community-based non- | |

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    profit organizations and other entities determined by the Arkansas Economic
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    Development Commission to be eligible to: (1) undertake public works projects
    and/or job training efforts which support private sector job creation
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    opportunities; (2) alleviate conditions which constitute a threat to public
 5
    health and wellbeing; (3) partially defray the cost of providing access to
6
    publicly owned industrial parks, and/or technology parks; (4) provide for the
 7
    expansion of the aircraft and aerospace industry; (5) provide for port, rail
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    and waterway economic development projects; (6) provide for technology based
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    economic development projects; (7) provide for industrial site development
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    costs (including, but not limited to land acquisition, construction,
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    renovation, and equipment acquisition); (8) provide for development of
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    intermodal facilities (including, but not limited to port and/or waterway
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    projects, rail spur construction and/or road and highway improvement); (9)
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    pay the costs of environmental mitigation projects; (10) provide for
15
    construction and/or improvement of water and sewer systems, in a sum not to
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    exceed ......$28,200,000.
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          (K) Effective July 1, 2021, the balance of the appropriation provided
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    in Item (K) of Section 9 of Act 117 of 2020, for funding for an investment in
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    Arkansas's workforce through training incentives for companies located in
20
    Arkansas to upgrade skills of their existing workforce, or for a potential
    new workforce, and to build capacity within Arkansas to supply on-going
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    training needs of Arkansas companies and to increase participation in the
23
    State's school-to-work initiatives, in a sum not to exceed ......$3,000,000.
24
          (L) Effective July 1, 2021, the balance of the appropriation provided
25
    in Item (L) of Section 9 of Act 117 of 2020, for a transfer to the Economic
26
    Development Incentive Quick Action Closing Fund, for incentives to attract
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    new business and economic development to the state, in a sum not to exceed
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          (M) Effective July 1, 2021, the balance of the appropriation provided
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    in Item (A) of Section 7 of Act 117 of 2020, for funding for grants and/or
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    loans to state agencies, cities, counties, community-based non-profit
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    organizations and other eligible entities to undertake public works projects
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    and/or job training efforts which support private sector job creation
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    opportunities, alleviate conditions which constitute a threat to public
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    health and well-being, or partially defray the costs of providing access to
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publicly owned industrial parks, and/or technology parks; to provide grants

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    and/or loans for the expansion of the aircraft and aerospace industry; grants
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    and/or loans for port and waterway economic development projects; grants
    and/or loans for industrial site development costs (including, but not
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    limited to land acquisition, construction, renovation, and equipment
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    acquisition); development of intermodal facilities (including, but not
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    limited to port and waterway projects, rail spur construction and road and
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    highway improvements); grants and/or loans to pay the costs of environmental
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    mitigation projects; and for construction and/or improvement of water sewer
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    10
          (N) Effective July 1, 2021, the balance of the appropriation provided
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    in Item (B) of Section 7 of Act 117 of 2020, for funding for grants and/or
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    loans to state agencies, cities, counties, community-based non-profit
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    organizations and other eligible entities to support economic stimulus
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    activities throughout the State, in a sum not to exceed .....$325,001.
15
          (0) Effective July 1, 2021, the balance of the appropriation provided
16
    in Item (C) of Section 7 of Act 117 of 2020, for funding for grants and/or
17
    loans to state agencies, cities, counties, community-based non-profit
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    organizations and other eligible entities to undertake public works projects
19
    and/or job training efforts which support private sector job creation
20
    opportunities, alleviate conditions which constitute a threat to public
21
    health and well-being, or partially defray the costs of providing access to
    publicly owned industrial parks, and/or technology parks; to provide grants
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23
    and/or loans for the expansion of the aircraft and aerospace industry; grants
24
    and/or loans for port and waterway economic development projects; grants
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    and/or loans for technology based economic development projects; grants
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    and/or loans for industrial site development costs (including, but not
27
    limited to land acquisition, construction, renovation, and equipment
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    acquisition); development of intermodal facilities (including, but not
29
    limited to port and waterway projects, rail spur construction and road and
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    highway improvements); grants and/or loans to pay the costs of environmental
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    mitigation projects; and for construction and/or improvement of water and
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    sewer systems, in a sum not to exceed ......$12,676.
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          (P) Effective July 1, 2021, the balance of the appropriation provided
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    in Item (D) of Section 7 of Act 117 of 2020, for allocation by the Executive
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    Director of the Economic Development Commission for activities associated
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    with the implementation of the State's strategic plan for economic
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development, in a sum not to exceed\$130,100.

SECTION 7. DISBURSEMENT CONTROLS. (A) No contract may be awarded nor obligations otherwise incurred in relation to the project or projects described herein in excess of the State Treasury funds actually available therefor as provided by law. Provided, however, that institutions and agencies listed herein shall have the authority to accept and use grants and donations including Federal funds, and to use its unobligated cash income or funds, or both available to it, for the purpose of supplementing the State Treasury funds for financing the entire costs of the project or projects enumerated herein. Provided further, that the appropriations and funds otherwise provided by the General Assembly for Maintenance and General Operations of the agency or institutions receiving appropriation herein shall not be used for any of the purposes as appropriated in this act.

(B) The restrictions of any applicable provisions of the State Purchasing Law, the General Accounting and Budgetary Procedures Law, the Revenue Stabilization Law and any other applicable fiscal control laws of this State and regulations promulgated by the Department of Finance and Administration, as authorized by law, shall be strictly complied with in disbursement of any funds provided by this act unless specifically provided otherwise by law.

SECTION 8. LEGISLATIVE INTENT. It is the intent of the General Assembly that any funds disbursed under the authority of the appropriations contained in this act shall be in compliance with the stated reasons for which this act was adopted, as evidenced by the Agency Requests, Executive Recommendations and Legislative Recommendations contained in the budget manuals prepared by the Department of Finance and Administration, letters, or summarized oral testimony in the official minutes of the Arkansas Legislative Council or Joint Budget Committee which relate to its passage and adoption.

 SECTION 9. EMERGENCY CLAUSE. It is found and determined by the General Assembly, that the Constitution of the State of Arkansas prohibits the appropriation of funds for more than a one (1) year period; that the effectiveness of this Act on July 1, 2021 is essential to the operation of the agency for which the appropriations in this Act are provided, and that in

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     the event of an extension of the legislative session, the delay in the
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     effective date of this Act beyond July 1, 2021 could work irreparable harm
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     upon the proper administration and provision of essential governmental
     programs. Therefore, an emergency is hereby declared to exist and this Act
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     being necessary for the immediate preservation of the public peace, health
 6
     and safety shall be in full force and effect from and after July 1, 2021.
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