Stricken language would be deleted from and underlined language would be added to present law. Act 785 of the Regular Session

1 2	State of Arkansas As Engrossed: $H3/14/19 H3/20/19$ 92nd General Assembly $As Engrossed: Bill$
3	Regular Session, 2019 HOUSE BILL 1661
4	Regular Session, 2017
5	By: Representative Gonzales
6	By: Senator T. Garner
7	
8	For An Act To Be Entitled
9	AN ACT CONCERNING THE ARKANSAS STATE CLAIMS
10	COMMISSION; CONCERNING CLAIMS MADE OR ACTIONS AGAINST
11	THE STATE; CONCERNING CLAIM AND ACTION PROCEDURES;
12	CONCERNING JURISDICTION OF THE ARKANSAS STATE CLAIMS
13	COMMISSION; AND FOR OTHER PURPOSES.
14	
15	
16	Subtitle
17	CONCERNING THE ARKANSAS STATE CLAIMS
18	COMMISSION; CONCERNING CLAIMS MADE OR
19	ACTIONS AGAINST THE STATE; CONCERNING
20	CLAIM AND ACTION PROCEDURES; AND
21	CONCERNING JURISDICTION OF THE ARKANSAS
22	STATE CLAIMS COMMISSION.
23	
24	
25	BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:
26	
27	SECTION 1. Arkansas Code Title 19, Chapter 10, Subchapter 1, is
28	amended to read as follows:
29	
30	Subchapter 1 — General Provisions
31	
32	19-10-101. Investigatory powers.
33	(a)(1) The Director of the Department of Finance and Administration,
34	as soon as the director learns of facts from which he or she concludes that a
35	claim, other than for personal injury or death of a state employee, may be
36	filed under this chapter against the state or any of its agencies,

- 1 departments, or institutions, whether or not the claim has already been
- 2 filed, is authorized and directed to investigate and take evidence concerning
- 3 the claim As soon as the Director of the Department of Finance and
- 4 Administration learns of facts from which the director concludes that a claim
- 5 may be filed under this chapter against the state or a state agency, the
- 6 director shall investigate and take evidence concerning the claim.
- 7 (2) The director's duty under subdivision (a)(1) of this section
- 8 applies whether or not the claim has already been filed at the time the
- 9 <u>director learns the relevant facts upon which the director bases his or her</u>
- 10 <u>conclusion</u>.
- 11 (3) Subdivision (a)(1) of this section does not apply to a claim
- 12 for personal injury or death of a state employee.
- 13 <u>(b)</u> The director is, for this purpose, authorized to <u>To carry out his</u>
- 14 or her duties under this section, the director may exercise all necessary
- 15 investigatory powers conferred upon him or her by this chapter.
- 16 (c) All information acquired by the director under this section shall
- 17 be made available to the Arkansas State Claims Commission $\frac{1}{2}$
- 18 hearing and determination thereof of the claim.

- 20 19-10-102. Legal representative for state agencies.
- 21 (a)(1) The attorneys of any An attorney for a state agency,
- 22 department, or institution against which a claim is filed shall represent
- 23 their respective agencies his or her respective state agency before the
- 24 Arkansas State Claims Commission.
- 25 <u>(2)</u> The Attorney General shall represent all agencies,
- 26 departments, and institutions which state agencies that have no special legal
- 27 representatives before the Arkansas State Claims Commission.
- 28 (b) Legal representation for a public employer before the Workers'
- 29 Compensation Commission shall be in the manner prescribed in § 21-5-606.

- 31 19-10-103. State employee not to represent claimant.
- 32 No full-time employee of the State of Arkansas or of its agencies, nor
- 33 a member of any agency, shall appear before either the Arkansas State Claims
- 34 Commission or the Workers' Compensation Commission as attorney or
- 35 representative for any claimant in the presentation or prosecution of any
- 36 claim filed under this chapter The following shall not appear before the

1	Arkansas State Claims Commission or the Workers' Compensation Commission as
2	an attorney or representative for a claimant in the presentation or
3	prosecution of a claim filed under this chapter:
4	(1) A full-time employee of:
5	(A) The State of Arkansas; or
6	(B) A state agency; or
7	(2) A member of a state agency.
8	
9	19-10-104. Claims for late or lost warrants.
10	The Arkansas State Claims Commission, before Before approving a claim
11	for <u>reissuance of</u> a state warrant for purchase of commodities delivered or
12	services performed that has been lost or presented for payment after
13	expiration of the legal date for redemption, the Arkansas State Claims
14	<u>Commission</u> shall request proof from the Auditor of State that:
15	(1) the The original warrant was legally canceled
16	because of late redemption presentation; or, in
17	(2) In the case of a lost warrant, an official warrant
18	cancellation procedure has been exercised.
19	
20	<u>19-10-105. Definitions.</u>
21	As used in this chapter:
22	(1) "General Assembly" means the appropriate subcommittee of the
23	Legislative Council or the Joint Budget Committee that is assigned to hear
24	appealed claims or claims requiring approval before being considered by the
25	Legislative Council, the Joint Budget Committee, or the full General
26	Assembly;
27	(2) "Insurer" means a person engaged as indemnitor, surety, or
28	contractor in the business of entering into contracts of insurance;
29	(3) "State agency" means a department, office, board,
30	commission, or institution of this state, including a state-supported
31	institution of higher education; and
32	(4) "Subrogation claim" means a claim filed with the Arkansas
33	State Claims Commission by an insurer or by its insured, or both, to recover
34	money paid or owed by an insurer to an individual under a contract of
35	insurance.
36	SECTION 2. Arkansas Code Title 19. Chapter 10. Subchapter 2. is

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1 amended to read as follows: 2 3 Subchapter 2 - Arkansas State Claims Commission 4 5 19-10-201. Creation of commission — Members — Salary and expense 6 reimbursement. 7 (a)(1)(A) There is created a commission to be known as the "Arkansas 8 State Claims Commission". 9 (B) It The commission shall consist of five (5) members to 10 be known as "commissioners". 11 (C) Two (2) members shall be attorneys and one (1) member 12 All commissioners shall be a public-spirited person persons of recognized 13 standing, and at least two (2) commissioners shall be attorneys licensed to 14 practice law in the state of Arkansas. 15 (2)(A)(i) The commissioners shall be appointed by the Governor 16 and confirmed by the Senate. 17 (ii) They The commissioners shall serve for terms of 18 five (5) years and thereafter until a successor has been appointed and 19 qualified. 20 (iii) A vacancy in the office of commissioner shall 21 be filled by the Governor, and that appointee shall hold office during the 22 unexpired portion of the term in which the vacancy occurred.

- 23 (B) <u>Members of the commission Commissioners</u> may be 24 appointed to and may serve successive terms.
 - (b) Before entering upon the duties of his or her office, each commissioner shall take the constitutional oath of office.
 - (c)(1) A commissioner shall not hear or participate in the consideration of $\frac{any}{a}$ claim in which he or she is interested personally, either directly or indirectly.
- 30 (2) If for reasons of conflicts reason of conflict of interest a
 31 commissioner disqualifies himself or herself or is absent for any reason from
 32 hearing a particular claim, and if there are no other commissioners available
 33 to hear the claim or action, the interested parties may request that a third
 34 special commissioner be appointed by the Governor to hear a the specific
 35 claim or action.
- 36 (d) The commission shall elect from its membership a chair or two (2)

1	1	
1	cochairs	

- 2 (e)(1)(A) Each commissioner shall receive such a salary as may be 3 prescribed by law and appropriated by the General Assembly.
- 4 <u>(B)</u> The salary shall be paid in the manner as are salaries of other state officials and employees.
- 6 (2) In addition to salary, each <u>member commissioner</u> may receive 7 expense reimbursement in accordance with § 25-16-901 et seq.
- 8 <u>(f) The commission is considered an adjudicatory body when the</u> 9 commission applies or interprets:
 - (1) A substantive procedural rule; or
- 11 (2) Case law from an appellate court with jurisdiction to a
 12 pending claim or action.

10

- 19-10-202. Director Personnel.
- 15 (a) The Executive Secretary of the Arkansas State Claims Commission or
 16 Clerk Director of the Arkansas State Claims Commission shall be designated by
 17 the Arkansas State Claims Commission and shall serve as both the Director of
 18 the Arkansas State Claims Commission Executive Secretary for and the Clerk of
 19 the Arkansas State Claims Commission.
 - (b) The commission may appoint such other personnel as may be necessary to effectuate the operations of the commission and as may be authorized by biennial appropriation of the General Assembly.

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- 19-10-203. Duties of director.
- (a) (1) The <u>duties of the</u> Director of the Arkansas State Claims Commission shall <u>maintain</u> <u>include maintaining</u> a system of filing and adjudicating of claims <u>or actions</u> against the state.
- 28 (2) The director shall keep a docket of all claims <u>or actions</u>
 29 filed and shall present them to the Arkansas State Claims Commission in the
 30 chronological order of filing.
 - (b)(3) The director shall be is responsible for maintenance and custody of the docket, files, and records of the commission, including the transcripts of testimony and exhibits, with all papers and requests filed in proceedings, the minutes of all actions taken, and all of the commission's findings, determinations, opinions, reports, orders, and rules, and

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                 (c)(4) The director shall prepare the docket of claims or
 2
     actions to be considered by the commission and shall notify all parties of
 3
     record of the time, date, and place of hearing in advance when a claim or
     action will be docketed for hearing before the commission.
 4
 5
                 (5) The director shall be responsible for hiring personnel in
 6
     the administration of the commission.
 7
           (d)(b) The director shall be authorized by the commission shall
8
     authorize the director to sign or authenticate all orders and other actions
9
     of the commission.
10
           19-10-204. Jurisdiction.
11
12
           (a) Except as otherwise provided by law, the Arkansas State Claims
13
     Commission shall have exclusive jurisdiction over all claims against the
     State of Arkansas and its several agencies, departments, and institutions,
14
15
     but shall have no jurisdiction of claims against municipalities, counties,
16
     school districts, or any other political subdivisions of the state.
17
           (b)(1)(A)(i) The commission shall have no jurisdiction of, or
18
     authority with respect to, claims arising under:
19
                                   (a) The Workers' Compensation Law, § 11-9-101
20
     et seq.;
21
                                   (b) The Department of Workforce Services Law,
22
     § 11-10-101 et seq.;
23
                                   (c) The Arkansas Teacher Retirement System
24
     Act, Acts 1973, No. 427;
25
                                   (d) The Arkansas Public Employees' Retirement
26
     System Act, Acts 1957, No. 177;
27
                                   (e) The State Police Retirement System Act, §
28
     24-6-201 et seq.; or
29
                                   (f) Laws providing for old age assistance
     grants, child welfare grants, blind pensions, or any laws of a similar
30
31
     nature.
32
                             (ii) Additionally, the commission shall have no
     jurisdiction over claims against the state for repayment of child support,
33
     except in cases where the underlying support order is set aside as void ab
34
     initio by the court and the child support paid was retained by the state as
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36
     reimbursement for public assistance paid on behalf of a child.
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1	(iii) The commission shall have no jurisdiction
2	over:
3	(a) A claim by a member of the uniformed armed
4	services against the State Military Department, the State militia, or any
5	subdivision thereof, if the claim arises out of the performance of the
6	claimant's military duty;
7	(b) Claims against the Department of Community
8	Correction for acts committed by a person while that person is subject to
9	conditions of parole or probation under Arkansas law;
10	(c) Claims against the Department of
11	Correction for acts committed by inmates while on authorized release from the
12	Department of Correction; or
13	(d) Claims against the Division of Youth
14	Services of the Department of Human Services for acts committed by juveniles
15	released by the division, whether or not the juvenile is subject to
16	conditions of aftercare or probation.
17	(B) Claims solely addressing the receipting, processing,
18	and reissuance of child support payments through the Arkansas Child Support
19	Clearinghouse shall remain within the jurisdiction of the commission.
20	(2)(A) The commission shall have jurisdiction only over those
21	claims which are barred by the doctrine of sovereign immunity from being
22	litigated in a court of general jurisdiction.
23	(B) The commission shall have no jurisdiction over claims
24	for state tax refunds under § 26-18-507, claims challenging tax assessments
25	under § 26-18-406, and claims challenging tax laws under Arkansas
26	Constitution, Article 16, § 13.
27	(3)(A) The commission shall make no award for any claim which,
28	as a matter of law, would be dismissed from a court of law for reasons other
29	than sovereign immunity.
30	(B) Specifically, if the facts of a given claim would
31	cause the claim to be dismissed as a matter of law from a court of general
32	jurisdiction, then the commission shall make no award on the claim.
33	(c) The commission shall have jurisdiction over actions to contest
34	eligibility, qualification, or election to serve as a member of the House of
35	Representatives for the purpose of making a nonbinding recommendation thereor
36	to that chamber of the General Assembly.

1	(d) The commission shall have jurisdiction over claims to recover
2	reasonable attorney's fees and other litigation expenses reasonably incurred
3	by plaintiffs who substantially prevailed in actions under § 25-19-107
4	against the State of Arkansas or a department, agency, or institution of the
5	state under the standard described in § 25-19-107(d)(1).
6	(a) The Arkansas State Claims Commission has jurisdiction over:
7	(1) A claim or action that is barred by the doctrine of
8	sovereign immunity under Arkansas Constitution, Article 5, § 20, from being
9	litigated in a court of general jurisdiction, except as otherwise provided by
10	<u>law;</u>
11	(2) A claim or action that solely addresses the receipting,
12	processing, and reissuance of child support payments through the Arkansas
13	Child Support Clearinghouse;
14	(3) A claim or action to contest eligibility, qualification, or
15	election to serve as a member of the House of Representatives for the purpose
16	of making a nonbinding recommendation on the claim or action to that chamber
17	of the General Assembly; and
18	(4) A claim or action to recover reasonable attorney's fees and
19	other litigation expenses reasonably incurred by a plaintiff who
20	substantially prevails in an action under § 25-19-107 against the State of
21	Arkansas or a state agency under the standard described in § 25-19-107(d)(1).
22	(b) The commission has no jurisdiction over a claim or action:
23	(1) Against a municipality, county, school district, or any
24	other political subdivision of the state;
25	(2) Arising under:
26	(A) The Workers' Compensation Law, § 11-9-101 et seq.;
27	(B) The Department of Workforce Services Law, § 11-10-101
28	et seq.;
29	(C) The Arkansas Teacher Retirement System Act, Acts 1973,
30	No. 427;
31	(D) The Arkansas Public Employees' Retirement System Act,
32	Acts 1957, No. 177;
33	(E) The State Police Retirement System Act, § 24-6-201 et
34	seq.; or
35	(F) Laws providing for old age assistance grants, child
36	welfare grants, blind pensions, or any laws of a similar nature:

- 1 (3) Against the state for repayment of child support, except in 2 cases in which the underlying support order is set aside as void ab initio by the court and the child support paid was retained by the state as 3 4 reimbursement for public assistance paid on behalf of a child; 5 (4) Brought by a member of the uniformed armed services against 6 the State Military Department, the State Militia, or any subdivision of the 7 State Militia, if the claim or action arises out of the performance of the 8 claimant's military duty; 9 (5) Brought against the Department of Community Correction for 10 acts committed by a person while that person is subject to conditions of 11 parole or probation under Arkansas law; 12 (6) Brought against the Department of Correction for acts 13 committed by inmates while on authorized release from the Department of 14 Correction; 15 (7) Brought against the Division of Youth Services of the Department of Human Services for acts committed by juveniles released by the 16 17 division, whether or not the juvenile is subject to conditions of aftercare 18 or probation; or 19 (8) For state tax refunds under § 26-18-507, a claim or action 20 challenging tax assessments under § 26-18-406, or a claim or action challenging tax laws under Arkansas Constitution, Article 16, § 13. 21 22 (c) The commission shall not make an award for a claim or action that, 23 as a matter of law, would be dismissed from a court of law for reasons other 24 than sovereign immunity. 25 19-10-205. Rules and regulations Rulemaking authority. 26 The Arkansas State Claims Commission shall have the power to may make 27 and alter or amend all rules and regulations governing the procedure before 28 it which the commission that may be deemed necessary and expedient for the 29 orderly discharge of its the commission's duties and which shall not be that 30 are not inconsistent with any of the provisions of this subchapter or other 31 laws. 32 33 19-10-206. Meetings.
- (a)(1) The Arkansas State Claims Commission shall meet at such the 34 35 time and place as may be designated by the Chair of the Arkansas State Claims 36 Commission, the cochairs of the Arkansas State Claims Commission, or the

- 1 Director of the Arkansas State Claims Commission.
- 2 (2) General meetings of the commission for the purpose of
 3 hearing testimony and taking evidence will shall be held each month unless
 4 scheduled differently by the chair, the cochairs, or the director.
 - (b) The commission may, at its discretion, hold \underline{a} special meetings meeting of the commission upon request by the interested parties.
 - (c) The commission shall traditionally meet in Little Rock at the State Capitol, but may conduct hearings elsewhere in the state if the commission deems determines that a hearing is relative relevant to business before the commission.
 - (d)(1) A majority of the commissioners shall constitute a quorum, and the concurrence of two (2) members of the commission shall be necessary for the allowance or disallowance of any claims.
 - (2) A vacancy shall does not impair the right of the remaining two (2) members commissioners assigned to a particular hearing to exercise all powers of the full commission.

- 19-10-207. Power to examine.
- (a) The Director of the Arkansas State Claims Commission or any member a commissioner of the Arkansas State Claims Commission shall have has the authority to administer oaths, to subpoena witnesses, to examine any books, documents, or records that may be relevant to any proceeding before the commission, and to require the production of any such materials.
 - (b) In <u>actions</u> an action to contest the election of a member of the House of Representatives, the commission's general authority to subpoena witnesses and documents shall specifically include the authority to subpoena election officers and to subpoena any <u>and all</u> ballots cast or other election records in the election at issue.
 - (c) If any \underline{a} claimant or witness to whom an oath has been administered as provided \underline{in} under this section \underline{shall} swear \underline{swears} falsely to \underline{any} \underline{a} fact material to the investigation of a claim, \underline{such} \underline{the} false swearing shall constitute perjury, and the \underline{guilty} \underline{party} \underline{person} $\underline{swearing}$ $\underline{falsely}$ shall be subject to prosecution $\underline{therefor}$.
- (d)(1)(A) If any a person or entity shall fail or refuse fails or refuses to obey any a commission subpoena or order or shall refuse refuses to testify or produce any books, papers, or other documents, the commission may

- l present its petition setting forth the facts to any court of record.
- 2 <u>(B)</u> Thereupon, in a proper case, After being presented
- 3 with a petition under this subsection, the court of record shall issue its
- 4 subpoena to the person or entity, requiring his or her or its attendance
- 5 before the court of record to testify or produce such the books, papers, and
- 6 or documents as may be deemed necessary and pertinent.
- 7 $\underline{\text{(C)}}$ Any \underline{A} person or entity failing or refusing to obey the
- 8 subpoena or order of the court of record may be proceeded against in the same
- 9 manner as for refusal to obey any other subpoena, as provided by the Arkansas
- 10 Rules of Civil Procedure.
- 11 (2) The commission shall be entitled to the services of may use
- 12 the Attorney General and the services of the prosecuting attorneys for the
- 13 county and district in which the enforcement of a subpoena under this
- 14 <u>subsection</u> is required.
- 15
- 16 19-10-208. Complaints.
- 17 (a)(1) All proceedings to enforce claims A proceeding under this
- 18 subchapter shall be commenced by a verified complaint, of which the original
- 19 and three (3) copies shall be filed with the Director of the Arkansas State
- 20 Claims Commission.
- 21 (2) The party filing the claim should or action shall be
- 22 designated as the claimant, and the State of Arkansas, state agency, or
- 23 applicable agent of the state shall be designated as the respondent.
- 24 (b) The Unless otherwise provided for under this section, the
- 25 complaint shall state concisely the facts upon which the claim or action is
- 26 based and shall set forth:
- 27 (1) The address of the claimant and the claimant's attorney, if
- 28 any;
- 29 (2) The time and place of the circumstances giving rise to the
- 30 claim or action;
- 31 (3) The state department, agency, or institution in which the
- 32 claim originated whose action or inaction led to the origination of the claim
- 33 or action;
- 34 (4) The amount claimed or relief sought; and
- 35 (5) All averments of fact necessary to state a cause of action
- 36 against a private person or corporation the state under this subchapter.

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- 1 (c) If the claim <u>or action</u> is based upon a contract or other
 2 instrument in writing, a copy <u>of the contract or instrument in writing</u> shall
 3 be attached to the complaint and the copies filed with the director.
 - (d)(1) In the complaint the <u>The</u> claimant shall state <u>in the complaint</u> whether his or her claim has been presented to any state department, or officer thereof, and if so, when presented, to whom, and what action was taken thereon.
- 8 (2) The claimant shall further state whether he or she has
 9 received any payment on account of such the claim or action and, if so, the
 10 amount received.
- 11 (3)(A)(2)(A) The claimant also shall state whether any other
 12 another person or corporation business entity has any an absolute or
 13 contingent interest in his or her claim or action.
- (B) If <u>any a person</u> or corporation is interested in the claim, the claimant shall state the name and address of that person or corporation having the interest, the nature of the interest, and how and when it was acquired.
- 18 (e) If the claimant is an executor, administrator, guardian, or other 19 representative acting under judicial appointment, a duly certified copy of 20 the record of appointment shall be filed with the complaint.
- 21 (f)(1) A claimant who is an inmate in the Department of Correction or
 22 the Department of Community Correction at the time the claim or action is
 23 filed is limited to no more than:
- 24 (A) Five (5) pages of written factual allegations and 25 legal argument in his or her complaint; and
- 26 <u>(B) Five (5) additional pages of exhibits to accompany his</u> 27 or her complaint.
- 28 (2)(A) An inmate filing a claim or action may file a motion to
 29 allow him or her to file additional pages of factual allegations, argument,
 30 or exhibits in excess of the limitations under subdivision (f)(1) of this
 31 section.
- 32 (B) A motion filed under this subdivision (f)(2) may be
 33 granted only if the commissioners of the Arkansas State Claims Commission
 34 find that the inmate needs the additional pages to fully explain his or her
 35 claim or action or if the claim or action is sufficiently complex to warrant
- 36 <u>additional pages.</u>

I	(3)(A) If an inmate files a claim or action that exceeds the
2	page limitations under this subsection, the commission shall:
3	(i) Assign the inmate's claim a docket number; and
4	(ii) Consider the inmate's claim filed, but mail the
5	inmate's complaint and any attached exhibits back to him or her and give the
6	inmate forty-five (45) days to:
7	(a) Resubmit his or her complaint and any
8	attached exhibits in compliance with this subsection; or
9	(b) File a motion requesting permission to
10	file a complaint and accompanying exhibits that exceed the page limitations
11	under this subsection.
12	(B) The forty-five-day time period under this subsection
13	is excludable time in calculating the statute of limitations for the inmate's
14	claim or action.
15	(C) The commission may dismiss an inmate's complaint
16	without prejudice if the inmate fails to:
17	(i) Resubmit a complaint and attached exhibits that
18	meet the page limitation requirements of this subsection; or
19	(ii) File a motion requesting permission to file a
20	complaint and attached exhibits that exceed the page limitation requirements
21	of this subsection.
22	(D)(i) If the commission grants a motion for a complaint
23	and accompanying exhibits that exceed the page limitation requirements of
24	this subsection, the commission shall set out in the order granting the
25	motion the revised timeline for the inmate to file his or her complaint and
26	accompanying exhibits.
27	(ii) The commission may set a revised limit on the
28	number of pages an inmate's complaint and accompanying exhibits may be.
29	
30	19-10-209. Time for filing.
31	No claim may be considered and allowed by the The Arkansas State Claims
32	Commission shall not consider or allow a claim or action unless it the claim
33	or action has been filed with the Director of the Arkansas State Claims
34	Commission as provided by this subchapter within the period allowed by law
35	for the commencement of an action for the enforcement of the same type of
36	claim against a private person or action.

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2	19-10-210. Notice and hearings.
3	(a) $\underline{(1)}$ The Director of the Arkansas State Claims Commission shall
4	notify each claimant and also the head of each state agency, department, or
5	institution against which a claim or action is filed of the time and place
6	set for the a hearing thereof on the claim or action, if a hearing on the
7	matter is set by the Arkansas State Claims Commission.
8	(2) A party to a claim or action is not entitled to a hearing as
9	a matter of law but may request a hearing before the commission.
10	(b)(1) In conducting hearings, the Arkansas State Claims Commission
11	shall not be The commission is not bound by the formal rules of evidence and
12	shall conduct all hearings publicly and in a fair and impartial manner,
13	giving the parties full opportunity for presentation of evidence, cross-
14	examination of witnesses, and argument.
15	(2) To the extent practicable, the commission shall adopt the
16	procedure used by the circuit courts, and $\frac{1}{1}$ a hearing $\frac{1}{1}$ before the commission
17	shall be conducted in a judicial manner.
18	(c) Hearings on a motion filed by a party shall be set:
19	(1) Upon request of one (1) of the parties; and
20	(2) If the commission finds that oral argument or witness
21	testimony, or both, will benefit the commission in deciding on the motion.
22	
23	19-10-211. Appeals of decisions — <u>Jurisdiction — Time periods to file</u> .
24	(a)(1) A decision of the Arkansas State Claims Commission may be
25	appealed only to the General Assembly.
26	(b) When any party to a claim before the commission is aggrieved by
27	the decision of the commission concerning such claim, the aggrieved party
28	may, on a form designed by the commission:
29	(1) Within forty (40) days after the decision is rendered, file
30	with the commission a notice of appeal of the decision to the General
31	Assembly; or
32	(2) Within forty (40) days after the decision is rendered, file
33	with the commission a motion for reconsideration requesting the commission to
34	reconsider its decision; and
35	(3) Within twenty (20) days after commission reconsideration or

denial of the motion for reconsideration, file with the commission a notice

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1	of appeal of the decision to the General Assembly. Within forty (40) days
2	after the Arkansas State Claims Commission issues a final order on a claim or
3	action before the commission, a party to the claim or action may file with
4	the commission a:
5	(A) Notice of appeal of the final order to the General
6	Assembly; or
7	(B)(i) Motion requesting that the commission reconsider
8	its final order.
9	(ii)(a) If a motion for reconsideration is denied, a
10	party may file with the commission a notice of appeal of the claim to the
11	General Assembly within twenty (20) days of entry of the order denying the
12	motion for reconsideration.
13	(b) Subdivision (a)(1)(B)(ii)(a) of this
14	section applies only if the commission's reconsideration constitutes a final
15	order.
16	(2) The commission shall advise parties of the right of appeal
17	under this section when the commission notifies the parties of the
18	commission's final order.
19	(3) The General Assembly has exclusive jurisdiction to hear
20	appeals under this section.
21	$\frac{(e)}{(b)(1)}$ The commission shall, in a timely manner, timely notify the
22	Legislative Council or the appropriate committee of the General Assembly and
23	all parties to the claim $\underline{\text{or action}}$ when $\underline{\text{any}}$ $\underline{\text{a}}$ notice of appeal to the General
24	Assembly is filed with the commission.
25	(d) When the commission notifies parties of a decision of the
26	commission, it shall advise the parties of the right of appeal.
27	(2)(A) Notice provided to the General Assembly under subdivision
28	(b)(1) of this section terminates the commission's jurisdiction over the
29	claim or action.
30	(B) Unless ordered to do so by the General Assembly, the
31	commission is prohibited from doing anything further on the claim or action
32	aside from ordinary ministerial duties.
33	(3) The commission shall regain jurisdiction over the claim or
34	action if, in consideration of an appeal of a final order, the General
35	Assembly sends the claim or action back to the commission:

(A) For further proceedings consistent with any order of

1	the General Assembly; or
2	(B) To notify the claimant that the award has been upheld,
3	reversed, or amended.
4	
5	19-10-212. Reports of state agency liability — Definition.
6	(a)(1) As used in this section, "state agency" means a department,
7	office, board, commission, or institution of this state, including a state-
8	supported institution of higher education.
9	(2) When a state agency admits liability to a claim filed with
10	the Arkansas State Claims Commission, the state agency shall file a written
11	report of the claim with the Litigation Reports Oversight Subcommittee of the
12	Legislative Council if the claim:
13	$\frac{(A)}{(1)}$ Involves a contract with the state agency; or
14	$\frac{(B)}{(2)}$ Exceeds fifteen thousand dollars (\$15,000).
15	(3)(b) The state agency shall include in its report a concise
16	statement of facts with an explanation of the state agency's liability.
17	(4)(c) The state agency shall file its report within thirty (30) days
18	after the claim or action has been adjudicated and a final order has been
19	issued by the Arkansas State Claims Commission commission.
20	(b) The Office of the Arkansas Lottery shall file its report under
21	subsection (a) of this section with the Legislative Council.
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23	19-10-213. Agency State agency to pay claim.
24	(a) In the event that any claim authorized herein When a claim or
25	action is determined to be a valid claim or action against the state under
26	this chapter and the claim or action is to be paid from funds not in the
27	State Treasury, the Clerk Director of the Arkansas State Claims Commission
28	shall notify the state agency against which the claim or action is to be
29	charged of the amount of such claims the claim or action.
30	(b) Upon receipt of such the notification under subsection (a) of this
31	section, the state agency shall forthwith deliver a check to the elerk
32	director who shall deposit the same funds as a nonrevenue receipt into the
33	Miscellaneous Revolving Fund from which he or she <u>the director</u> shall disburse
34	the amount of the claim or action to the claimant.
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19-10-214. Effect on liens.

- 1 (a) Arkansas State Claims Commission awards are state property and 2 therefore:
- 3 <u>(1)</u> liens may <u>Liens do</u> not attach to commission awards; and
- 4 (2) nor may an award be assigned A commission award is not
- 5 assignable.
- 6 (b)(1) If the commission and the General Assembly approve appeals or
 7 claims or actions above seven thousand five hundred dollars (\$7,500) fifteen
 8 thousand dollars (\$15,000) and name as payees, in addition to the claimant,
- 9 other individuals or entities who would normally have liens in a court of
- 10 law, other than insurance company claims for subrogation claims, then the
- 11 commission may deposit the amount approved $\frac{1}{2}$ into the registry of the
- 12 Pulaski County Circuit Court.
- 13 (2) After reasonable notice to the claimant and any named 14 payees, the court shall establish the validity and priority to the moneys 15 upon petition of the claimant or any named payee.

- 17 19-10-215. Restrictions on awards.
- 18 (a) With the exception of death and disability benefit claims paid
 19 under § 21-5-701 et seq., no award may be paid the Arkansas State Claims
 20 Commission shall not pay an award in excess of fifteen thousand dollars
- 21 (\$15,000).
- (\$15,000), the claim shall be referred the commission shall refer the claim or action to the General Assembly for approval and, if approved, an appropriation.

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- 19-10-216. Commission decisions Final orders Findings of fact and conclusions of law required.
- (a)(1) When the Arkansas State Claims Commission dismisses a claim or action with a final order or issues a final adjudication order of a claim or action on the merits, the commission shall set forth specific findings of fact and conclusions of law to support its decision.
- 33 (2) Citations to a party's motion or argument do not fulfill the 34 requirements of this subsection unless otherwise supported by an explanation, 35 with particularity, as to why the party's motion or argument is determinative 36 to the outcome of the claim or action.

- 1 (3) When the commission bases its decision on a specific rule of 2 civil procedure, rule of evidence, statute, or controlling appellate court 3 decision, the commission shall cite the rule, statute, or appellate court 4 decision.
- 5 (4) A claim will not be accepted by the <u>The</u> General Assembly
 6 <u>shall not accept a claim or action</u> on appeal that when the claim or action
 7 has as its final adjudication findings of fact and conclusions of law that do
 8 not comply with this section.
- 9 (b) Failure to comply with this section shall result in the General
 10 Assembly's sending the claim <u>or action</u> back to the commission for
 11 <u>reconsideration further action</u> until the requirements of subsection (a) of
 12 this section are met.
- 13 (c) A claim <u>or action</u> filed by a person who at the time of filing is 14 an inmate of the Department of Correction is exempted from the requirements 15 of this section.
 - (d) The findings of fact and conclusions of law contained in a final order under this section are presumed to be correct for the purposes of review by or appeal to the General Assembly.

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- 20 <u>19-10-217. Motions Grounds required to preserve for appeal.</u>
 - (a) If the Arkansas State Claims Commission denies a motion, the party whose interests were adversely affected by the commission's denial may appeal the denial under § 19-10-211 so long as the legal issue or factual issue in dispute was preserved for appeal with a specific ruling, in writing, by the commission.
 - (b)(l)(A) It is the responsibility of the party whose interests were adversely affected by the commission's ruling on the motion to ask the commission to file a written order denying the motion if the commission had previously denied the motion and has not already filed a written order on the motion before the commission issues its final order.
- 31 (B) If a party requests that the commission file a written 32 order denying a motion under this subsection, the commission shall do so 33 before issuing a final order.
- 34 (2) If the basis of a ground for appeal by a party is that a
 35 motion was erroneously granted, a filed written order by the commission is
 36 not necessary.

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2	19-10-218. Interlocutory appeals prohibited.
3	(a) A party shall not file, and the Arkansas State Claims Commission
4	shall not entertain, an interlocutory appeal of a legal issue.
5	(b)(1) The Director of the Arkansas State Claims Commission shall
6	reject an interlocutory motion.
7	(2) An interlocutory motion shall not be included in the record
8	of the case.
9	(c) All legal issues or factual issues in dispute that have been
10	raised and addressed by the commission may be included in a party's appeal of
11	the commission's final order.
12	
13	19-10-219. Small claims adjudication.
14	(a)(1) The Arkansas State Claims Commission may establish a small
15	claims adjudication process for claims or actions seeking one thousand
16	<u>dollars (\$1,000) or less.</u>
17	(2) The small claims adjudication process shall provide that
18	claims or actions be given docket priority, and the use of informal
19	discovery, hearings utilizing teleconferencing or other off-site
20	communications technology, and relaxed procedural rules are encouraged to
21	facilitate efficient and timely resolution.
22	(b)(1) A claim or action seeking one thousand dollars (\$1,000) or less
23	may be:
24	(A) Assigned to be heard by one (1) commissioner of the
25	commission; and
26	(B) Decided by the commissioner on the basis of the
27	pleadings alone.
28	(2) If a claimant objects to having the claim or action heard as
29	a small claims adjudication under this section, the claimant may request that
30	the claim or action be heard in the usual manner for similar claims or
31	actions.
32	(c) Before a proposed written final order of a small claims
33	adjudication under this section is considered final for the purposes of award
34	or appeal, the proposed written final order shall be reviewed by a panel
35	<pre>consisting of:</pre>
36	(1) The commissioner of the commission assigned to the claim or

1	action; and
2	(2) Two (2) other commissioners of the commission.
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4	19-10-220. Special masters authorized.
5	(a) The Arkansas State Claims Commission may appoint a special master
6	with specialized knowledge and skill to assist the commission in achieving a
7	more timely resolution of complex litigation arising from a claim or action.
8	(b)(l) All or part of a special master's findings may be included as
9	part of or in addition to a commission's final order.
10	(2) The special master's findings, if disputed by a party, may
11	be raised on appeal.
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13	19-10-221. Abuse of process by litigants.
14	An inmate in the Department of Correction or the Department of
15	Community Correction who has filed more than three (3) unsuccessful claims or
16	actions under this subchapter within a period of two (2) years may have his
17	or her subsequent claims or motions dismissed by the Arkansas State Claims
18	Commission upon receipt as abuse of process, for one (1) year from the date
19	of dismissal of the inmate's third unsuccessful claim.
20	19-10-222. Corporate or business entity to be represented by attorney.
21	A corporate or business entity created under the laws of this state or
22	another state shall be represented at all times in a claim or action under
23	this subchapter by an attorney licensed to practice law in this state.
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25	19-10-223. Failure to exhaust available state or administrative
26	remedy.
27	The Arkansas State Claims Commission may dismiss a claim or action
28	without prejudice on the commission's own motion if the claimant has failed
29	to submit with the claimant's initial complaint or claim filing documentation
30	that the claimant has exhausted all available state or administrative
31	remedies.
32	
33	SECTION 3. Arkansas Code § 21-5-704 is amended to read as follows:
34	21-5-704. Payment of claim to covered public employees, their
35	designated beneficiaries, or their survivors — Funds.
36	(a)(1)(A) The state shall pay to the designated beneficiary or, if

1 there is no designated beneficiary, then to the surviving spouse or surviving 2 children under twenty-two (22) years of age or, if there is no surviving spouse or surviving children under twenty two (22) years of age, then to the 3 4 surviving children twenty two (22) years of age or older or to the surviving 5 parents beneficiaries of any covered public employee who is killed in the 6 official line of duty, the sum of fifty thousand dollars (\$50,000) with the 7 following requirements for distribution of the award: 8 (i) If the covered public employee has a designated 9 beneficiary or beneficiaries, the designated beneficiary or beneficiaries are 10 entitled to the award, in whatever percentage indicated by the covered public 11 employee; 12 (ii) Subject to subdivision (a)(1)(A)(iii) of this section, if the covered public employee has no designated beneficiary or 13 beneficiaries, the award shall go to the covered public employee's surviving 14 15 spouse; 16 (iii) If the covered public employee has a surviving 17 spouse and surviving dependent children, the surviving spouse is entitled to fifty percent (50%) of the award, and the surviving dependent children are 18 19 entitled to the other fifty percent (50%) of the award in equal shares; or 20 (iv) If the covered public employee is unmarried at the date of his or her death: 21 22 (a) The covered public employee's surviving 23 dependent children split the award in equal shares; 24 (b) The covered public employee's children 25 split the award in equal shares if there are no surviving dependent children; 26 or 27 (c) The covered public employee's surviving 28 parents split the award in equal shares if there are no surviving children. 29 (B) In addition thereto, the municipality that employed 30 the police officer or firefighter shall, upon certification of the amount by the police or fire department, pay to the designated beneficiary or, if there 31 32 is no designated beneficiary, then to the surviving spouse or surviving 33 children under twenty-two (22) years of age or, if there is no surviving 34 spouse or surviving children under twenty two (22) years of age, then to the 35 surviving children twenty two (22) years of age or older or to the surviving 36 parents beneficiaries of the deceased police officer or firefighter an

1 allowance for all sick leave, vacation, or other leave time accumulated to 2 the credit of the police officer or firefighter at the time of his or her 3 death, with the following requirements for distribution of the allowance: 4 (i) If the deceased police officer or firefighter 5 has a designated beneficiary or beneficiaries, the designated beneficiary or 6 beneficiaries are entitled to the allowance, in whatever percentage indicated 7 by the covered public employee; 8 (ii) Subject to subdivision (a)(1)(B)(iii) of this 9 section, if the deceased police officer or firefighter has no designated 10 beneficiary or beneficiaries, the allowance shall go to the deceased police 11 officer's or firefighter's surviving spouse; 12 (iii) If the deceased police officer or firefighter 13 has a surviving spouse and surviving dependent children, the surviving spouse is entitled to fifty percent (50%) of the allowance and the surviving 14 15 dependent children are entitled to the other fifty percent (50%) of the allowance in equal shares; or 16 17 (iv) If the deceased police officer or firefighter is 18 unmarried at the date of his or her death: 19 (a) The deceased police officer's or 20 firefighter's surviving dependent children split the allowance in equal 21 shares; 22 (b) The deceased police officer's or 23 firefighter's children split the allowance in equal shares if there are no surviving dependent children; or 24 25 (c) The deceased police officer's or 26 firefighter's surviving parents split the allowance in equal shares if there 27 are no surviving children. 28 (2)(A) In the event If a covered public employee shall suffer 29 suffers an injury while engaged in the performance of official duties 30 resulting in his or her total and permanent disability, the disabled covered 31 public employee shall be entitled to the sum of ten thousand dollars (\$10,000) from the State of Arkansas upon establishing proof of the total and 32 33 permanent disability. 34 (B) Proof of total and permanent disability shall be 35 established by offering evidence that the covered public employee was unable

to work in the employment position covered by this subchapter for a period of

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- more than one (1) year or that the covered public employee received a
 disability rating in excess of twenty-five percent (25%) from the Workers'
 Compensation Commission.
 - (b)(1) All allowances as provided for in this section for the designated beneficiary, surviving spouse, surviving children, or surviving parents of covered public employees killed while performing official duties, or allowances provided covered public employees who are totally and permanently disabled while performing official duties, shall be paid totally from state funds appropriated therefor.
- 10 (2)(A) Except as provided in subdivision (b)(2)(B) of this 11 section, the funds shall not be reimbursed by transfer or charging the funds 12 against any state funds allocated for turnback to cities or counties or 13 distributed to the State Highway and Transportation Department Fund or 14 distributed to any Department of Correction fund account or any other state 15 department agency fund account other than the Arkansas State Claims 16 Commission fund accounts and the Miscellaneous Revolving Fund or state funds 17 levied for firefighters, police officers, employees of the Arkansas 18 Department of Transportation, and employees of the Department of Correction for pension purposes. 19
- 20 (B)(i) Twenty-five thousand dollars (\$25,000) of the fifty 21 thousand dollars (\$50,000) provided in subdivision (b)(2)(A) of this section 22 shall be paid by the appropriate state department agency fund account.
 - (ii) The appropriate state department agency shall transfer the necessary funds to the Arkansas State Claims Commission fund accounts for payment.
 - (c) It is the intent of this subchapter that twenty-five thousand dollars (\$25,000) of the total obligation of providing the benefits provided by this subchapter, even though the funds are to be administered by the Arkansas State Claims Commission, are to be defrayed from state funds and are not to be charged against, or recovered against, any turnback moneys due the cities or counties of this state or allocated to the state highway system of this state or to the Department of Correction or any other state department agency fund account other than the Arkansas State Claims Commission fund accounts and the Miscellaneous Revolving Fund.
 - (d)(1) A person who claims a benefit under this section to which the beneficiaries of a deceased person are entitled shall submit a notarized

1	affidavit provided by the Arkansas State Claims Commission that:
2	(A) Lists all known surviving children of the decedent,
3	their respective ages, last known addresses, and contact information; and
4	(B) Discloses the existence of any last will and testament
5	of the decedent.
6	(2) If a person who claims a benefit fails to list all known
7	surviving children as required by subdivision (d)(1)(A) of this section, the
8	Arkansas State Claims Commission may require that the person return the
9	benefit to the Arkansas State Claims Commission for further proceedings.
10	(e) As used in this section, "surviving dependent children" means
11	children who have not yet reached the age of majority as of the date of the
12	award and children who have a legal incapacity that renders them dependent
13	even after reaching the age of majority.
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15	SECTION 4. Arkansas Code § 21-5-705 is amended to read as follows:
16	21-5-705. Payment of claim to designated beneficiaries or survivors of
17	certain specified public employees killed in the line of duty — Funds.
18	(a) The state shall pay the additional sum of one hundred fifty
19	thousand dollars (\$150,000) to the designated beneficiary, surviving spouse,
20	or surviving children under twenty-two (22) years of age qualified recipient
21	or recipients of a:
22	(1) Police officer, wildlife enforcement officer, commissioned
23	law enforcement officer or emergency response employee of the State Parks
24	Division of the Department of Parks and Tourism, Department of Community
25	Correction employee, employee of the Department of Correction, jailer, or
26	coroner whose death occurred:
27	(A) After January 1, 2003; and
28	(B) Either:
29	(i) In the official line of duty as the result of a
30	criminal or negligent action of another person or persons or as the result of
31	the engagement in exceptionally hazardous duty; or
32	(ii) In the line of duty while the officer or
33	employee was performing emergency medical activities;
34	(2) Firefighter, emergency medical technician, or employee of
35	the Arkansas Forestry Commission killed after July 1, 1987, while responding
36	to, engaging in, or returning from a fire, a rescue incident, a hazardous

- 1 material or bomb incident, an emergency medical activity, or simulated
- 2 training thereof; and
- 3 (3)(A)(i) Firefighter killed in the line of duty after January
- 4 1, 2012, including death from leukemia, lymphoma, mesothelioma, and multiple
- 5 myeloma and cancer of the brain, digestive tract, urinary tract, liver, skin,
- 6 breast, cervix, thyroid, prostate, testicle, or a cancer that has been found
- 7 by research and statistics to show higher instances of occurrence in
- 8 firefighters than in the general population, if he or she was exposed to a
- 9 known carcinogen as determined by the Department of Health with consideration
- 10 to the findings of the International Agency for Research on Cancer while in
- 11 the official line of duty.
- 12 (ii) Subdivision (a)(3)(A)(i) of this section does
- 13 not include a firefighter who was diagnosed with cancer prior to the start of
- 14 firefighter service.
- 15 (B) A death benefit under subdivision (a)(3)(A) of this
- 16 section shall be limited to:
- 17 (i) A maximum of one hundred fifty thousand dollars
- 18 (\$150,000) per individual death, including educational benefits provided in §
- 19 6-82-501 et seq.; and
- 20 (ii) A firefighter who is under sixty-eight (68)
- 21 years of age.
- 22 (C)(i) The Firefighter Benefit Review Panel is created for
- 23 the purpose of making recommendations to the Arkansas State Claims Commission
- 24 regarding determinations of death benefits under subdivision (a)(3)(A) of
- 25 this section for deaths associated with cancer.
- 26 (ii) The panel shall consist of the following seven
- 27 (7) individuals to be appointed by the Governor:
- 28 (a) One (1) licensed oncologist;
- 29 (b)(1) Two (2) firefighters paid by the state,
- 30 a county, or a municipality.
- 31 (2) One (1) firefighter under
- 32 subdivision (a)(3)(C)(ii)(b)(1) of this section shall be appointed from a
- 33 list of names submitted by the Arkansas Professional Fire Fighters
- 34 Association;
- 35 (c)(1) Two (2) volunteer firefighters.
- 36 (2) One (1) firefighter under

- 1 subdivision (a)(3)(C)(ii)(c)(1) of this section shall be appointed from a
- 2 list of names submitted by the Arkansas State Firefighters Association;
- 3 (d) One (1) fire chief who may be appointed
- 4 from a list of names submitted by the Arkansas Association of Fire Chiefs;
- 5 and
- 6 (e) One (1) citizen with experience in either
- 7 cancer and healthcare professions or firefighter relations.
- 8 (iii)(a) Panel members shall serve a term of four
- 9 (4) years.
- 10 (b) In the event of a vacancy in the
- 11 membership of the panel, the Governor shall appoint a person meeting the
- 12 applicable eligibility requirements of the vacated position to fill the
- 13 vacancy for the remainder of the unexpired term.
- (iv)(a) The panel shall hold at least one (1)
- 15 regular meeting in each calendar year at a time and place determined by the
- 16 panel.
- 17 (b) Special meetings may be called at the
- 18 discretion of the chair selected under subdivision (a)(3)(C)(v) of this
- 19 section.
- 20 (v) The panel shall select a chair and vice chair
- 21 during the first annual meeting of each four-year term.
- 22 (vi) Four (4) members of the panel shall constitute
- 23 constitute a quorum to transact business.
- 24 (vii) The members of the panel may receive expense
- 25 reimbursement in accordance with § 25-16-901 et seq.
- 26 (viii) The panel shall:
- 27 (a) Render advisory opinions and reports
- 28 concerning research and statistics that show higher instances of cancer among
- 29 firefighters;
- 30 (b) Review claims for death benefits of
- 31 firefighters who have died of cancer; and
- 32 (c) Make recommendations to the Arkansas State
- 33 Claims Commission on death benefit awards under subdivision (a)(3)(A) of this
- 34 section.
- 35 (D) This section:
- 36 (i) Shall not be applied Does not apply to any other

- benefits granted by the state, a county, a city, or a municipality; and

 (ii) Does not grant a cause of action against the
- 3 state, a county, a city, or a municipality.
- 4 (b) In addition to the benefits provided for in subsection (a) of this
- 5 section, the state shall pay the additional sum of twenty-five thousand
- 6 dollars (\$25,000) to the designated beneficiary, surviving spouse, or
- 7 surviving children under twenty-two (22) years of age qualified recipient of
- 8 any police officer, wildlife enforcement officer of the Arkansas State Game
- 9 and Fish Commission, commissioned law enforcement officer of the State Parks
- 10 Division of the Department of Parks and Tourism, Department of Community
- 11 Correction employee, or employee of the Department of Correction:
- 12 (1) Who was wearing a bulletproof vest approved by the Director
- 13 of the Department of Arkansas State Police; and
- 14 (2) Whose death occurred:
 - (A) After July 1, 1989; and
- 16 (B) In the official line of duty as the result of a
- 17 criminal action of another person or persons.
- 18 (c)(1) Except as provided in subdivision (c)(2) of this section, the
- 19 benefits shall be paid totally from state funds appropriated for these
- 20 benefits. The funds shall not be reimbursed by a transfer or charging the
- 21 funds against any state funds allocated for turnback to cities or counties or
- 22 distributed to any other state department agency fund account other than the
- 23 Arkansas State Claims Commission fund accounts and the Miscellaneous
- 24 Revolving Fund.
- 25 (2)(A) Seventy-five thousand dollars (\$75,000) of the one
- 26 hundred fifty thousand dollars (\$150,000) provided in subdivision (c)(1) of
- $\,\,$ 27 $\,\,$ this section shall be paid by the appropriate state department agency fund
- 28 account.

- 29 (B) The appropriate state department agency shall transfer
- 30 the necessary funds to the Arkansas State Claims Commission fund accounts for
- 31 payment.
- 32 (d) The additional benefits provided in this section shall be paid to
- 33 the designated beneficiary, surviving spouse, surviving children, or
- 34 surviving parents qualified recipient in three (3) four (4) equal annual
- 35 payments, the first of which shall be paid immediately upon entry of the
- 36 order awarding the benefits, and the next three (3) payments shall be paid in

- 1 July of the next three fiscal year years after the date of the original order 2 of the Arkansas State Claims Commission establishing entitlement to 3 additional payments and annually thereafter. 4 (e) Determination of eligibility for the additional payments provided 5 in this section shall be made by the Arkansas State Claims Commission in 6 accordance with Arkansas State Claims Commission rules and procedures. 7 (f)(l) A person who claims a benefit as a qualified recipient under 8 this section to which the beneficiaries of a deceased person are entitled 9 shall submit a notarized affidavit provided by the Arkansas State Claims 10 Commission that: 11 (A) Lists all known surviving children of the decedent, 12 their respective ages, last known addresses, and contact information; and 13 (B) Discloses the existence of any last will and testament 14 of the decedent. 15 (2) If a person who claims a benefit as a qualified recipient fails to list all known surviving children as required by subdivision 16 17 (f)(l)(A) of this section, the Arkansas State Claims Commission may require 18 that the person return the benefit to the Arkansas State Claims Commission 19 for further proceedings. 20 (g) If a benefit under this section is payable to both the surviving 21 spouse and other eligible persons such as surviving children, the Arkansas 22 State Claims Commission shall hold a hearing to determine how the benefit 23 shall be distributed among the eligible persons if those percentages are not already provided for by law. 24 25 (h) As used in this section: (1) "Qualified recipient" means a beneficiary of an award or 26 27 allowance under this section with the following priority for eligibility and distribution to a beneficiary: 28 29 (A) If the person has a designated beneficiary or
- 30 beneficiaries, the designated beneficiary or beneficiaries are entitled to
- the award or allowance, in whatever percentage indicated by the covered 31
- 32 public employee;
- 33 (B) Subject to subdivision (h)(l)(C) of this section, if
- 34 the person has no designated beneficiary or beneficiaries, the award or
- 35 allowance shall go to the person's surviving spouse;
- 36 (C) If the person has a surviving spouse and surviving

1	dependent children, the surviving spouse is entitled to fifty percent (50%)
2	of the award or allowance and the surviving dependent children are entitled
3	to the other fifty percent (50%) of the award or allowance in equal shares;
4	<u>or</u>
5	(D) If the person is unmarried at the date of his or her
6	death:
7	(i) The person's surviving dependent children split
8	the award or allowance in equal shares;
9	(ii) The person's children split the award or
10	allowance in equal shares if there are no surviving dependent children; or
11	(iii) The person's surviving parents split the award
12	or allowance in equal shares if there are no surviving children; and
13	(2) "Surviving dependent children" means children who have not
14	yet reached the age of majority as of the date of the award and children who
15	have a legal incapacity that renders them dependent even after reaching the
16	age of majority.
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18	/s/Gonzales
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21	APPROVED: 4/8/19
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