

1 State of Arkansas  
2 95th General Assembly  
3 Regular Session, 2025  
4

# A Bill

HOUSE BILL 1378

5 By: Representative Beaty Jr.  
6 By: Senator Hill  
7

## For An Act To Be Entitled

9 AN ACT TO AMEND THE LAW CONCERNING THE STATE BOARD OF  
10 FINANCE; TO AMEND THE COMPOSITION OF THE STATE BOARD  
11 OF FINANCE; TO AMEND THE REQUIREMENTS FOR A QUORUM  
12 FOR MEETINGS OF THE STATE BOARD OF FINANCE; TO REPEAL  
13 THE REQUIREMENTS FOR THE EMPLOYMENT OF A CHIEF  
14 COMPLIANCE OFFICER BY THE STATE BOARD OF FINANCE; AND  
15 FOR OTHER PURPOSES.  
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## Subtitle

18 TO AMEND THE COMPOSITION AND MEETING  
19 REQUIREMENTS OF THE STATE BOARD OF  
20 FINANCE; AND TO REPEAL THE REQUIREMENTS  
21 FOR THE EMPLOYMENT OF A CHIEF COMPLIANCE  
22 OFFICER BY THE STATE BOARD OF FINANCE.  
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25 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:  
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27 SECTION 1. Arkansas Code § 19-3-701(b), concerning the State Board of  
28 Finance, is amended to read as follows:

29 (b) The board shall be composed of the following members:

- 30 (1) The Governor or his or her designee;  
31 (2) The Treasurer of State;  
32 (3) The Auditor of State;  
33 (4) The Bank Commissioner;  
34 (5) The Secretary of the Department of Finance and  
35 Administration;  
36 (6) The ~~Securities Commissioner~~ Secretary of the Department of



1 Transformation and Shared Services;

2 (7) One (1) person with knowledge and experience in commercial  
3 banking;

4 (8) One (1) person who:

5 (A) Holds or has held a Series 7 licensure as a general  
6 securities representative; and

7 (B) Has at least five (5) years of experience as a general  
8 securities representative;

9 (9) One (1) certified public accountant who:

10 (A) Is licensed in Arkansas; and

11 (B) Has at least five (5) years of experience as a  
12 certified public accountant;

13 (10) One (1) member of the general public; and

14 (11)(A) The Insurance Commissioner.

15 (B) The Insurance Commissioner shall be a voting member  
16 only for the purpose of voting on health benefit plans.

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18 SECTION 2. Arkansas Code § 19-3-703(b)(1), concerning meetings of the  
19 State Board of Finance, is amended to read as follows:

20 (b)(1) ~~Seven (7)~~ Six (6) members shall constitute a quorum for the  
21 transaction of business.

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23 SECTION 3. Arkansas Code § 19-3-704(b), concerning the powers and  
24 duties of the State Board of Finance, is amended to read as follows:

25 (b)~~(1)~~ The board shall select the chief compliance officer within the  
26 Treasurer of State's office based upon nominations received from the  
27 Treasurer of State.

28 ~~(2) The chief compliance officer shall:~~

29 ~~(A) Be employed by the board;~~

30 ~~(B) Work with and at the direction of the Treasurer of~~  
31 ~~State consistent with the policies and directives of the board; and~~

32 ~~(C) Serve at the pleasure of the board.~~

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35 **APPROVED: 2/27/25**