1	State of Arkansas	
2	95th General Assembly A Bill	
3	Regular Session, 2025 SENATE BILL	. 322
4		
5	By: Senator J. Bryant	
6	By: Representative Pilkington	
7		
8	For An Act To Be Entitled	
9	AN ACT TO AMEND THE LAW CONCERNING CONSTRUCTION AND	
10	DEVELOPMENT; TO ALLOW THIRD PARTIES TO PERFORM PLAN	
11	REVIEWS AND SITE INSPECTIONS; AND FOR OTHER PURPOSES.	
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14	Subtitle	
15	TO AMEND THE LAW CONCERNING CONSTRUCTION	
16	AND DEVELOPMENT; AND TO ALLOW THIRD	
17	PARTIES TO PERFORM PLAN REVIEWS AND SITE	
18	INSPECTIONS.	
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20	BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:	
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22	SECTION 1. Arkansas Code § 14-1-503 is amended to read as follows:	
23	14-1-503. Definitions.	
24	As used in this subchapter:	
25	(1) "Applicant" means a person that submits a request for per	mit
26	or a person designated to act on the applicant's behalf in submitting a	
27	request for permit;	
28	(2) "Complete application" means a submitted plan, application	<u>n,</u>
29	or request for inspection that contains all the information and supporting	L.
30	documentation required by a local government for it to make the determinat	ion
31	as to whether the plan, application, or request is in compliance with	
32	regulatory requirements;	
33	$\frac{(2)}{(3)}$ "Local governing body" means a group of persons electe	d
34	or appointed to make decisions for or recommendations to one (1) or more	
35	local governments;	
36	$\frac{(3)}{(4)}$ "Local government" means a municipality, county, or ot	her

1	political subdivision of this state;
2	$\frac{(4)(5)}{(5)}$ "Local government official" means an employee of a local
3	government who is lawfully authorized to issue a permit;
4	(5)(6) "Person" means an individual, corporation, limited
5	liability company, partnership, association, trust, or other entity or
6	organization that can sue or be sued;
7	(7) "Private professional provider" means a professional
8	engineer as defined under § 17-30-101 or a registered architect as defined
9	under § 17-15-102 who is not an employee of or otherwise affiliated with the
10	person, firm, or corporation engaged in the construction project to be
11	reviewed or inspected;
12	(8) "Regulatory fee" means payments, whether designated as
13	permit fees, application fees, or by another name, that are required by the
14	<pre>local government as:</pre>
15	(A) An exercise of its police power;
16	(B) Its regulation of business; or
17	(C) A part of or as an aid to regulation of construction-
18	related activities under this subchapter;
19	(9)(A) "Regulatory requirements" means the requirements
20	reasonably determined by the local government to be necessary for approval of
21	plans, permits, or applications under this subchapter.
22	(B) "Regulatory requirements" includes:
23	(i) The Arkansas Fire Prevention Code as adopted by
24	the State Fire Marshal's Office;
25	(ii) Any locally adopted ordinances and amendments
26	to the ordinances;
27	(iii) Development, utility, and subdivision
28	regulations;
29	(iv) Applicable zoning ordinances and conditions;
30	(v) Design standards; and
31	(vi) Other state and local laws, rules, and
32	ordinances applicable to the application in question; and
33	$\frac{(6)(10)}{(6)}$ "Request for permit" means a request for a local
34	government official's approval of a permit related to the development of a
35	residential, multifamily, commercial, or industrial improvement within the
36	jurisdiction of a local government.

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2	SECTION 2. Arkansas Code Title 14, Chapter 1, Subchapter 5, is amended
3	to add additional sections to read as follows:
4	14-1-506. Application procedure.
5	(a)(1) No later than five (5) business days after receipt of an
6	application requiring the approval of compliance with regulatory
7	requirements, a local government official shall notify the applicant in
8	writing as to whether the application meets the requirements of a complete
9	application.
10	(2)(A) Time spent by the local government determining whether an
11	application is complete shall count toward the ten-day time for plan review
12	or inspection under § 14-1-504.
13	(B) If a local government official determines that the
14	application is incomplete, the local government official shall follow the
15	procedure under § 14-1-505.
16	(b)(1) Upon notification to an applicant under subdivision (a)(1) of
17	this section that a complete application has been accepted, the local
18	government official shall also notify the applicant in writing as to whether
19	the personnel employed or contracted by the local government will be able to
20	provide:
21	(A) Regulatory action within sixty (60) days for plan
22	review; and
23	(B) Inspection services within two (2) business days of
24	receiving a valid written request for inspection.
25	(2)(A) If the local government official determines that the
26	personnel employed or contracted by the local government cannot provide
27	regulatory action or inspection services within the time required under
28	subdivision (b)(1) of this section, the applicant may retain, at the
29	applicant's own expense, a private professional provider to provide the
30	required plan review or inspection under this subchapter.
31	(B) If the applicant elects to utilize the services of a
32	private professional provider, the regulatory fees associated with the
33	regulatory action shall be reduced by fifty percent (50%), and the reduced
34	amount shall be paid to the local government in accordance with the local
35	<pre>government's policies.</pre>

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(3)(A) If the local government official determines that the

1	personnel employed or contracted by the local government can provide
2	regulatory action or inspection services within the time required under
3	subdivision (b)(1) of this section, a fee not to exceed the full amount of
4	the regulatory fees associated with the regulatory action shall be paid to
5	the local government in accordance with the local government's policies.
6	(B) Upon payment in full of the fees associated with the
7	complete application, the applicant may choose to retain, at its own expense,
8	a private professional provider to provide the required plan review or
9	inspection under this subchapter.
10	(c)(1) If the local governing body states in writing its intent to
11	complete the required plan review within the time required under subdivision
12	(b)(1) of this section, or an agreed-upon extension under § 14-1-504(f), and
13	the local government official fails to complete the plan review in the time
14	required under subdivision (b)(1) of this section, or an agreed-upon
15	extension under § 14-1-504(f), the local government official shall
16	automatically refund all fees and approve the permit in accordance with § 14-
17	<u>1-504.</u>
18	(2) The local governing body may limit the scope of a project
19	initiation permit and limit the areas of the site to which the project
20	initiation permit may apply but shall allow the applicant to begin work on
21	the project if a portion of the initial phase of work is compliant with
22	applicable codes, laws, and rules.
23	(3) If the plans submitted for permitting are denied for an
24	incomplete request, the process for resubmittal shall be governed by § 14-1-
25	<u>505.</u>
26	(4)(A) A delay in the processing of an application that is
27	attributable to a cause outside the control of the local government that is
28	processing the application or is caused by the fault of the applicant shall
29	not count toward the time required under subdivision (b)(1) of this section.
30	(B) The local government official shall provide notice of
31	a delay under subdivision (c)(4)(A) in the same manner as under § 14-1-
32	<u>504(e).</u>
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34	14-1-507. Plan review or inspection conducted by private professional
35	provider.
36	(a) A plan review or inspection conducted by a private professional

1	provider shall be no less extensive than plan reviews or inspections
2	conducted by local government officials.
3	(b) The person, firm, or corporation retaining a private professional
4	provider to conduct a plan review or an inspection shall pay to the local
5	government that requires the plan review or inspection the regulatory fees
6	that are required under § 14-1-506(b)(2), as applicable.
7	(c)(l) A private professional provider performing a plan review under
8	this section shall review the plans to determine compliance with all
9	applicable regulatory requirements.
10	(2) Upon determining that the plans reviewed comply with the
11	applicable regulatory requirements, the private professional provider shall
12	prepare an affidavit or affidavits certifying under oath that the following
13	is true and correct to the best of the private professional provider's
14	knowledge and belief and in accordance with the applicable professional
15	standard of care:
16	(A) The plans were reviewed by the affiant who is duly
17	authorized to perform the plan review pursuant to this section and who holds
18	the appropriate license or certifications and insurance coverage required
19	under § 14-1-508;
20	(B) The plans comply with all applicable regulatory
21	requirements; and
22	(C) The plans submitted for the plan review are in
23	conformity with plans previously submitted to obtain governmental approvals
24	required in the plan submittal process.
25	(d)(1) The private professional provider shall be empowered to perform
26	a plan review or an inspection required by the local governing body,
27	including without limitation:
28	(A) Plan review for:
29	(i) Civil plans;
30	(ii) Construction plans; and
31	(iii) Plumbing review plans if allowed by the
32	Department of Health;
33	(B) Inspections for:
34	(i) Footings, foundations, concrete slabs,
35	sidewalks, and streets;
36	(ii) Framing;

1	(iii) Electrical;
2	(iv) Plumbing;
3	(v) Heating ventilation and air conditioning;
4	(vi) Drainage; and
5	<pre>(vii) Utility;</pre>
6	(C) All other inspections not listed under subdivision
7	(d)(l)(A) of this section that are necessary or required to determine
8	compliance with applicable regulatory requirements; and
9	(D) Review for the issuance of a building permit or
10	inspections for the certificate of occupancy by the local governing body.
11	(2) This subchapter does not authorize a private professional
12	provider to issue a certificate of occupancy.
13	
14	14-1-508. Insurance for private professional providers.
15	(a) A private professional provider providing plan review or
16	<u>inspection</u> services under this subchapter shall secure and maintain insurance
17	coverage under an errors and omissions policy for professional liability
18	insurance.
19	(b) The limits of the professional liability insurance under this
20	section shall be not less than:
21	(1) One million dollars (\$1,000,000) per claim and one million
22	dollars ($\$1,000,000$) in aggregate coverage for any project with a
23	construction cost of less than five million dollars (\$5,000,000); or
24	(2) Two million dollars (\$2,000,000) per claim and two million
25	dollars ($$2,000,000$) in aggregate coverage for any project with a
26	construction cost of five million dollars (\$5,000,000) or more.
27	(c)(1) Professional liability insurance under this section may be a
28	practice policy or project-specific coverage.
29	(2) If the professional liability insurance under this section
30	is a practice policy, it shall contain prior acts coverage for the private
31	professional provider.
32	(3) If the professional liability insurance under this section
33	is project-specific, it shall continue in effect for two (2) years following
34	the issuance of the certificate of final completion for the project.
35	(d) A local enforcement agency, local government official, or local
36	government may establish a list of private professional providers working

1	within that local governments jurisdiction.
2	(e) An applicant using a private professional provider shall verify
3	compliance with the insurance requirements of this section.
4	
5	14-1-509. Submission and approval.
6	(a)(l)(A) An applicant using a private professional provider shall
7	submit a copy of the private professional provider's plan review report to
8	the local government within five (5) days of its completion.
9	(B) A plan review report under subdivision (a)(1)(A) of
10	this section shall include without limitation the following:
11	(i) The affidavit of the private professional
12	provider required under § 14-1-507(c);
13	(ii) The applicable fees; and
14	(iii) Any documents reasonably required by the local
15	government official and any other documents reasonably necessary to determine
16	that the applicant has secured all other governmental approvals required by
17	<u>law.</u>
18	(2)(A) No more than ten (10) business days after receipt of both
19	a permit application and an affidavit from the private professional provider
20	required under § 14-1-507(c), the local government official shall issue the
21	requested permit or provide written notice to the applicant identifying the
22	specific plan features that do not comply with the applicable regulatory
23	requirements as well as the specific code chapters and sections of the
24	regulatory requirements.
25	(B) If the local government official does not provide a
26	written notice of the plan deficiencies with specific code references to the
27	regulatory requirements not met within the prescribed ten-day period, the
28	permit application shall be deemed approved as a matter of law, and the
29	permit shall be issued by the local government official on the next business
30	day.
31	(3)(A) If the local government official provides a written
32	notice of plan deficiencies to the applicant within the prescribed ten-day
33	period, the ten-day period shall be tolled pending resolution of the matter.
34	(B) To resolve the plan deficiencies, the applicant may
35	elect to dispute the deficiencies pursuant to this subchapter or to submit
36	revisions to correct the deficiencies.

1	(4)(A) If the applicant submits revisions to address the plan
2	deficiencies previously identified, the local government official shall have
3	the remainder of the tolled ten-day period plus an additional five (5)
4	business days to issue the requested permit or to provide a second written
5	notice to the applicant stating which of the previously identified plan
6	features remain in noncompliance with the applicable regulatory requirements,
7	with specific reference to the relevant code chapters and sections of the
8	regulatory requirements.
9	(B) If the local government official does not provide the
10	$\underline{\text{second written notice within the prescribed time, the permit shall be issued}}$
11	by the local government official on the next business day.
12	(C) If the revisions required to address the plan
13	deficiencies or any additional revisions submitted by the applicant require
14	that new governmental approvals be obtained, the applicant shall obtain the
15	approvals before a new plan report can be submitted.
16	(5)(A) If the local government official provides a second
17	written notice of plan deficiencies to the applicant within the prescribed
18	time, the applicant may elect to dispute the deficiencies pursuant to this
19	subchapter or to submit additional revisions to correct the deficiencies.
20	(B) For all revisions submitted after the first revision,
21	the local government official shall have an additional five (5) business days
22	to issue the requested permit or to provide a written notice to the applicant
23	stating which of the previously identified plan features remain in
24	noncompliance with the applicable regulatory requirements, with specific
25	reference to the relevant code chapters and sections.
26	(b) Upon submission by the private professional provider of a copy of
27	his or her plan review or inspection report to the local governing body, the
28	local governing body shall accept the inspection of the private professional
29	provider without the necessity of further inspection or approval by the
30	inspectors or other personnel employed by the local governing body unless the
31	local governing body has notified the private professional provider, within
32	two (2) business days after the submission of the inspection report, that it
33	finds the report incomplete or the inspection inadequate and has provided the
34	private professional provider with a written description of the deficiencies
35	and specific regulatory requirements that have not been adequately addressed.
36	(c) The local governing body may require by ordinance that a private

1	professional provider hold additional certifications, provided that the
2	certifications are required by ordinance for plan review or inspection
3	personnel currently directly employed by the local governing body.
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5	14-1-510. Fees.
6	(a) Each local government that imposes regulatory fees or regulatory
7	requirements within its jurisdiction shall establish and make available a
8	schedule of the regulatory fees and regulatory requirements which shall
9	$\underline{\text{include a list of all documentation related to compliance with the regulatory}}$
10	requirements, including the requirements necessary for submittal of a
11	complete application.
12	(b) The amount of a regulatory fee shall approximate the reasonable
13	cost of the actual regulatory activity performed by the local government.
14	
15	14-1-511. Exemptions.
16	(a) This subchapter does not limit any public or private right of
17	action designed to provide protection, rights, or remedies for consumers.
18	(b) This subchapter does not apply to:
19	(1) Hospitals;
20	(2) Ambulatory healthcare centers;
21	(3) Nursing homes;
22	(4) Jails;
23	(5) Penal institutions;
24	(6) Airports;
25	(7) Buildings or structures that affect national or state
26	homeland security; or
27	(8)(A) Any building defined as a high-rise building in the
28	Arkansas Fire Prevention Code.
29	(B) Interior tenant build-out projects within high-rise
30	buildings are not exempt from this subchapter.
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32	14-1-512. Stop-work orders.
33	(a) If a local government official responsible for building code
34	enforcement determines that a project does not comply with the applicable
35	regulatory requirements, the local government official may:
36	(1) Deny the permit or request for a certificate of occupancy or

1	certificate of completion, as appropriate; or
2	(2) Issue a stop-work order for the project or any portion of
3	the project as provided by law, after:
4	(A) Providing notice to one of the following individuals:
5	(i) The owner;
6	(ii) The private professional provider of record; or
7	(iii) The contractor of record;
8	(C) Posting a copy of the order on the site of the
9	project; and
10	(B) Providing the opportunity to remedy the violation
11	within the time set forth in the notice.
12	(b) A local government official shall be available to meet with the
13	private professional provider under (a)(2)(A) of this section within two (2)
14	business days to resolve any dispute after issuing a stop-work order or
15	providing notice to the applicant denying:
16	(1) A permit;
17	(2) A request for a certificate of occupancy; or
18	(3) A certificate of completion.
19	(c)(1) If the local government official and the private professional
20	provider are unable to resolve the dispute or meet within the time required
21	under subsection (b) of this section, the matter shall be referred to the
22	local government enforcement agency's board of appeals, if one exists, which
23	shall consider the matter by whichever occurs first:
24	(A) Its next scheduled meeting; or
25	(B) Within sixty (60) days from the date the matter is
26	referred.
27	(2) A decision by the local government official, if there is no
28	board of appeals, may be appealed to the Department of Labor and Licensing.
29	
30	14-1-513. Local government authority — Immunity.
31	(a) A local government, local government official, local government
32	building code enforcement personnel, and agents of the local government are
33	immune from liability to any person or party for any action or inaction by an
34	owner of a building or by a private professional provider or his or her
35	authorized representative in connection with plan review or inspection
36	services by private professional providers as provided under this subchapter.

1	(b)(1) A local government enforcement agency, local government
2	building code official, or local government shall not adopt or enforce rules,
3	procedures, policies, qualifications, or standards more stringent than those
4	prescribed in this subchapter.
5	(2) This subchapter does not preempt local laws, rules, or
6	procedures by the local governing body relating to the plan submittal
7	process.
8	(c)(1) This subchapter does not limit the authority of a local
9	government official to issue a stop-work order for a building project or any
10	portion of a building project, which may go into effect immediately, after
11	giving notice and opportunity to remedy the violation, if the local
12	government official determines that a condition on the building site
13	constitutes an immediate threat to public safety and welfare.
14	(2)(A) A stop-work order issued for reasons of immediate threat
15	to public safety and welfare is appealable to the local government
16	enforcement agency's board of appeals, if one exists, in the manner provided
17	by applicable law.
18	(B) A decision by the local government official, if there
19	is no board of appeals, may be appealed to the Department of Labor and
20	<u>Licensing.</u>
21	
22	14-1-514. Liability of private professional providers.
23	(a) When performing plan review or inspection services under this
24	subchapter, a private professional provider is subject to the disciplinary
25	guidelines of the applicable professional licensing board with jurisdiction
26	over the private professional provider's license or certification under § 17-
27	15-301 et seq. and § 17-30-301 et seq., as applicable.
28	(b) Any complaint processing, investigation, and discipline that arise
29	out of a private professional provider's performance of plan review or
30	inspection services shall be conducted by the applicable professional
31	licensing board.
32	(c) Notwithstanding any disciplinary rules of the applicable
33	professional licensing board with jurisdiction over the private professional
34	provider's license or certification under § 17-15-301 et seq. or § 17-30-301
35	et seq., a local government official may decline to accept a plan review or
36	an inspection report submitted by a private professional provider who has

1	submitted multiple reports that required revisions due to negligence,
2	noncompliance, or deficiencies.
3	
4	14-1-515. Rules.
5	The Department of Labor and Licensing shall promulgate rules to
6	implement this subchapter, including without limitation rules regarding the
7	appeal process for permitting decisions made by a local government official
8	when the local government does not have a board of appeals.
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