

"AN ACT TO MAKE A SUPPLEMENTAL APPROPRIATION FOR THE PERSONAL SERVICES AND OPERATING EXPENSES OF THE STATE INSURANCE DEPARTMENT - GOVERNMENTAL BONDING BOARD FOR THE BIENNIAL PERIOD ENDING JUNE 30, 1989; AND FOR OTHER PURPOSES."

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:

SECTION 1. APPROPRIATIONS - GOVERNMENTAL BONDING BOARD - CLAIMS.

There is hereby appropriated, to the State Insurance Department - Governmental Bonding Board, to be payable from the Fidelity Bond Trust Fund, for payment of State, County, Municipal, and School District fidelity bond claims for the biennial period ending June 30, 1989, the following:

ITEM	FISCAL YEARS	
NO.	1987-88	1988-89
(01) CLAIMS	\$500,000	\$500,000

SECTION 2. APPROPRIATIONS - GOVERNMENTAL BONDING BOARD - REINSURANCE.

There is hereby appropriated, to the State Insurance Department - Governmental Bonding Board, to be payable from the Fidelity Bond Trust Fund, for the payment of State, County, Municipal, and School District fidelity bond reinsurance for the biennial period ending June 30, 1989, the following:

ITEM	FISCAL YEARS	
NO.	1987-88	1988-89
(01) REINSURANCE	\$250,000	\$250,000

SECTION 3. APPROPRIATIONS - GOVERNMENTAL BONDING BOARD - REFUNDS.

There is hereby appropriated, to the State Insurance Department - Governmental Bonding Board, to be payable from the Fidelity Bond Trust Fund, for the payment of State, County, Municipal, and School District fidelity bond premium overpayments for the biennial period ending June 30, 1989, the following:

ITEM	FISCAL YEARS	
NO.	1987-88	1988-89
(01) REFUNDS	\$150,000	\$150,000

SECTION 4. APPROPRIATIONS - GOVERNMENTAL BONDING BOARD - OPERATIONS.

There is hereby appropriated, to the State Insurance Department - Governmental Bonding Board, to be payable from the Fidelity Bond Trust Fund, for the operating expenses of the State Insurance Department - Governmental Bonding Board, for the biennial period ending June 30, 1989, the following:

ITEM	FISCAL YEARS	
NO.	1987-88	1988-89
(01) MAINT. & GEN. OPERATION		
(A) OPER. EXPENSES	\$5,000	\$5,000
(B) CONF. & TRAVEL	0	0
(C) PROF. FEES	0	0
(D) CAPITAL OUTLAY	0	0
(E) DATA PROCESSING	0	0
TOTAL MAINT. & GEN. OPER.	\$ 5,000	\$ 5,000
(02) PROFESSIONAL SERVICES	50,000	50,000
TOTAL AMOUNT APPROPRIATED	\$ 55,000	\$ 55,000

SECTION 5. APPROPRIATIONS - GOVERNMENTAL BONDING BOARD - INVESTMENTS.

There is hereby appropriated, to the State Insurance Department - Governmental Bonding Board, to be payable from the Fidelity Bond Trust Fund, for the making of State, County, Municipal, and School District fidelity bond investments, for the biennial period ending June 30, 1989, the following:

ITEM NO.	FISCAL YEARS	
	1987-88	1988-89
(01) INVESTMENTS	\$1,000,000	\$1,000,000

SECTION 6. COMPLIANCE WITH OTHER LAWS. Disbursement of funds authorized by this Act shall be limited to the appropriation for such agency and funds made available by law for the support of such appropriations; and the restrictions of the State Purchasing Law, the General Accounting and Budgetary Procedures Law, the Revenue Stabilization Law, the Regular Salary Procedures and Restrictions Act, or their successors, and other fiscal control laws of this State, where applicable, and regulations promulgated by the Department of Finance and Administration, as authorized by law, shall be strictly complied with in disbursement of said funds.

SECTION 7. 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 8. CONTRACT RESTRICTIONS. The agency, board, commission, department or institution to whom funds are appropriated by this Act shall not enter into any contract for any professional or consultant services which shall extend for more than twenty (20) actual working days or the total compensation exceeds five thousand dollars (\$5,000) during any one fiscal year without first seeking the advice of the Arkansas Legislative Council. Provided further, that all contracts for professional or consultant services shall be submitted monthly to the Chief Fiscal Officer of the State for reporting to the Legislative Council.

SECTION 9. EMERGENCY CLAUSE. It is hereby found and determined by the Seventy-Sixth General Assembly, First Extraordinary Session, that the Self-Insured Fidelity Bond Program for State Officials and Employees, County Officials and Employees, Municipal Officials and Employees, and School District Officials and Employees, which was created by Act 728 of 1987, was not provided with adequate appropriation, and that the lack of this program could work irreparable harm upon the efficient operation of these governmental entities. Therefore, an emergency is hereby declared to exist and this Act being necessary for the immediate preservation of the public peace, health and safety shall be in full force and effect from and after July 1, 1987.

APPROVED: June 12, 1987
