

Act 403 of the 1989 Regular Session.

Act 403

HB1274

By: Representative Purdom

"AN ACT TO AMEND ARKANSAS CODE ANNOTATED 6-20-802 TO ALLOW THE STATE BOARD OF EDUCATION TO LOAN MONIES IN THE REVOLVING LOAN FUND TO BE USED TO PURCHASE SCHOOL BUSES AND TO REFURBISH SCHOOL BUSES; AND FOR OTHER PURPOSES."

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

SECTION 1. Arkansas Code Annotated 6-20-802 is hereby amended to read as follows:

"6-20-802. Purposes of loan. Subject to the conditions and limitations contained in this subchapter, any school district may borrow, and the State Board of Education may lend, moneys in the Revolving Loan Fund for any of the following purposes:

- (1) Funding of its legally issued and outstanding postdated warrants;
- (2) Purchase of new or used school buses or refurbishing school buses;
- (3) Payment of premiums on insurance policies covering its school buildings, facilities, and equipment in instances where the insurance coverage extends three (3) years or longer; and replacement of or payment of the district's pro rata part of the expense of employing professional appraisers as authorized by 26-26-601 - 26-26-607 or other laws providing for the appraisal, or reappraisal, and assessment of property for ad valorem tax purposes;
- (4) Making major repairs and constructing additions to existing school buildings and facilities;
- (5) Purchase of surplus buildings and equipment;
- (6) Purchase of sites for, and the cost of construction thereon of, school buildings and facilities, and the purchase of equipment for such buildings;
- (7) Purchase of its legally issued and outstanding commercial bonds at a discount, provided that a substantial savings in gross interest charges can be thus effected;
- (8) Refunding of all or any part of its legally issued and outstanding debt, both funded and unfunded; and
- (9) For the purchase of equipment."

SECTION 2. All provisions of this Act of a general and permanent nature are amendatory to the Arkansas Code of 1987 Annotated and the Arkansas Code Revision Commission shall incorporate the same in the Code.

SECTION 3. All laws and parts of laws in conflict with this Act are hereby repealed.

APPROVED: March 8, 1989

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