

1 **State of Arkansas**
2 **79th General Assembly**
3 **Regular Session, 1993**

A Bill

ACT 465 OF 1993
HOUSE BILL 1486

4 **By: Representatives Rice, George, Maddox, Mullenix, Willems, Parkerson, Allen, Bryan,**
5 **Hawkins, Wingfield**

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For An Act To Be Entitled

9 "AN ACT TO AMEND ARKANSAS CODE 6-20-307 TO CHANGE THE
10 DEFINITION OF NET CURRENT REVENUE TO ALLOW SCHOOL
11 DISTRICTS TO DEDUCT TWENTY-FIVE PERCENT (25%) OF FEDERAL
12 FOREST RESERVE REVENUES FROM NET CURRENT REVENUE; AND FOR
13 OTHER PURPOSES."

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Subtitle

16 "AN ACT TO CHANGE THE DEFINITION OF NET CURRENT REVENUE
17 FOR SCHOOL DISTRICT PURPOSES."

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

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21 SECTION 1. Arkansas Code 6-20-307(c) is amended to read as follows:

22 "(c) For each school year, each district in the state shall pay its
23 qualifying certified personnel an amount at least equal to seventy percent
24 (70%) of its net current revenue.

25 (1) Gross current revenue shall consist of the following items:

26 (A) All property taxes actually collected including the forty percent
27 (40%) pullback, delinquent taxes, excess commissions, and land redemption;

28 (B) Revenue from any local government or in lieu of tax donations;

29 (C) Tuition from all sources;

30 (D) County apportionment, severance taxes;

31 (E) Sixteenth (16th) section rents;

32 (F) All unrestricted state aid; and

33 (G) All unrestricted federal revenue including P. L. 81-874 categories
34 A and B, forest reserve, wildlife refuge, flood control, mineral leases,
35 federal grazing, and any other revenue that may be considered as in lieu of
36 tax payments.

1 (2) Net current revenue shall be the gross current revenue as defined in
2 subsection (c)(1) of this section less the following amounts:

3 (A) State transportation aid;

4 (B) Set aside for textbook program aid;

5 (C) The amount required to meet principal and interest on the state
6 revolving loan program;

7 (D) The amount required to meet principal and interest on commercial
8 bonds; and

9 (E) For school years 1991-92 through school year 1998-99, the amounts
10 required to meet the principal and interest payments on lease purchase
11 agreements, installment contracts, or postdated warrants which are entered
12 into, executed, or issued for the purchase of school buses on or after July 1,
13 1991, to replace school buses constructed prior to April 1, 1977, may be
14 deleted from gross current revenue as defined in subdivision (c)(1) of this
15 section to determine net current revenue if during the preceding school year
16 the district expended all transportation aid funds for the operation of the
17 district's pupil transportation program, the purchase of school buses, and for
18 no other purpose, and if the interest rate on the installment contract or
19 lease purchase agreement is less than the interest on loans from the Revolving
20 Loan Fund.

21 (F) Twenty-five percent (25%) of federal forest reserve revenues."
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23 SECTION 2. All provisions of this act of a general and permanent nature
24 are amendatory to the Arkansas Code of 1987 Annotated and the Arkansas Code
25 Revision Commission shall incorporate the same in the Code.
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27 SECTION 3. If any provision of this act or the application thereof to
28 any person or circumstance is held invalid, such invalidity shall not affect
29 other provisions or applications of the act which can be given effect without
30 the invalid provision or application, and to this end the provisions of this
31 act are declared to be severable.
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33 SECTION 4. All laws and parts of laws in conflict with this act are
34 hereby repealed.
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APPROVED: 03/11/93

