# Stricken language would be deleted from and underlined language would be added to present law. Act 80 of the 2nd Extraordinary Session 

State of Arkansas

## A Bill

Call Item 4
84th General Assembly
Second Extraordinary Session, 2003
HOUSE BILL 1161

By: Representatives Hathorn, Stovall

## For An Act To Be Entitled

AN ACT TO PROVIDE ADMINISTRATIVE CONSOLIDATION ASSISTANCE TO SCHOOL DISTRICTS THAT ADMINISTRATIVELY CONSOLIDATE; AND FOR OTHER PUPROSES .

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

SECTION 1. Arkansas Code § 6-13-1604, as added by the act that was introduced as House Bill 1109 of the Second Extraordinary Session of the General Assembly, is amended to read as follows:

6-13-1604. Administrative consolidation assistance funds.
(a)(1) The state shall pay administrative consolidation assistance funds to each school district that:
(1)(A) Is administratively consolidated or annexed by the State Board of Education under § 6-13-1603 by July 1, 2005 July 1, 2004; or
(2)(A)(B)(i) Has an average daily membership of at least three hundred fifty (350) and no more than five hundred (500) for each of the two (2) school years preceding the school year in which the administrative consolidation or annexation petition is filed; and
(B)(ii) Voluntarily petitions and receives approval from the state board to administratively consolidate or annex prior to July

1, 2004.
(b)(2) Administrative consolidation assistance funds provided under subsection (a) of this section shall be paid in an amount equal to:
(1)(A) Eight hundred dollars (\$800) multiplied times the consolidated average daily membership, but the consolidated average daily membership number used in this calculation shall not exceed seven hundred (700) students; plus
(2)(B) Seven hundred dollars (\$700) multiplied times the consolidated national school lunch student total, but the consolidated national school lunch student total used in this calculation shall not exceed seven hundred (700) national school lunch students.
(b)(1) To the extent funding is available after the administrative consolidation assistance funds allowed under subsection (a) is provided to all eligible school districts, the state shall pay administrative consolidation assistance funds to each school district that:
(A) Has an average daily membership of more than five hundred (500) for each of the two (2) school years preceding the school year in which the administrative consolidation or annexation petition is filed; and
(B) Administratively consolidates or annexes with another school district by to July l, 2004.
(2)(A) Administrative consolidation assistance funds under subsection (c) of this section shall be paid in an amount equal to:
(i) Eight hundred dollars (\$800) multiplied times the resulting district's average daily membership, but the resulting district's average daily membership number used in this calculation shall not exceed seven hundred (700) students; and
(ii) Seven hundred dollars (\$700) multiplied times the resulting district's national school lunch student total, but the resulting district's national school lunch student total used in this calculation shall not exceed seven hundred (700) national school lunch students.
(B) If there is insufficient funding available to pay the amounts under subdivision (b) of this section, those amounts shall be reduced by the Department of Education in such a manner as to provide equal administrative consolidation assistance funds per student to the school
districts that are eligible for funding under subsection (c).
(c) A school district that is eligible to receive funding under both subsection (a) and subsection (b) of this section shall first receive funding under subsection (a) of this section and then shall receive funding under subsection (b) of this section, but a school district shall not receive total funding for more than seven (700) hundred students under both subsections (a) and (b).
$(c)(1)(d)(1)$ Administrative consolidation assistance funds may be used by the school districts for any purpose.
(2) However, the state board by rule may require funds to be expended on the construction or improvement of school facilities.
(d)(e) The funds shall be paid to the resulting administratively consolidated or annexed school district during the first year of the consolidated or annexed district's existence.

APPROVED: 2/6/2004

