Stricken language would be deleted from and underlined language would be added to present law. Act 20 of the 1st Extraordinary Session

1	State of Arkansas As Engrossed: S4/5	• • •	Call Item 19
2	85th General Assembly A B	ıll	
3	First Extraordinary Session, 2006		SENATE BILL 21
4			
5	By: Joint Budget Committee		
6			
7			
8	For An Act To Be Entitled		
9	AN ACT TO MAKE AN APPROPRIATION FOR GRANTS AND		
10	AIDS AND SPECIAL PROGRAMS H	FOR THE DEPARTMENT	OF
11	EDUCATION WHICH SHALL BE SUPPLEMENTAL AND IN		
12	ADDITION TO THOSE FUNDS APPROPRIATED BY ACTS		
13	2126, 2131 AND 2138 OF 2005; AND FOR OTHER		
14	PURPOSES.		
15			
16			
17	Subtitle		
18	AN ACT FOR THE DEPARTMENT OF EDUCATION		
19	- GRANTS AND AIDS AND SE	PECIAL PROGRAMS	
20	SUPPLEMENTAL APPROPRIATION.		
21			
22			
23	BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:		
24			
25	SECTION 1. APPROPRIATION. There is her	eby appropriated,	to the Department
26	of Education, to be payable from the Department of Education Public School		
27	Fund Account, for grants and aids to local school districts and special		
28	programs of the Department of Education which shall be supplemental and in		
29	addition to those funds appropriated in Section 1 of Act 2131 of 2005, the		
30	following:		
31			
32	ITEM	FISC	AL YEARS
33	NO.	2005-2006	2006-2007
34	(01) STATE FOUNDATION FUNDING	\$ 57,800,000	\$ 74,725,000
35	(02) DECLINING ENROLLMENT DISTRICTS	0	10,000,000
36	TOTAL AMOUNT APPROPRIATED	\$ 57,800,000	<u>\$ 84,725,000</u>

36

1 2 SECTION 2. APPROPRIATION - SPECIAL NEEDS ISOLATED FUNDING. There is hereby appropriated, to the Department of Education, to be payable from the 3 4 Department of Education Public School Fund Account, for special needs 5 isolated funding of the Department of Education which shall be supplemental 6 and in addition to those funds appropriated in Section 7 of Act 2131 of 2005, 7 the following: 8 9 ITEM FISCAL YEARS 2005-2006 10 NO. 2006-2007 11 (01) SPECIAL NEEDS ISOLATED FUNDING \$ 0 \$ 3,000,000 12 13 SECTION 3. REGULAR SALARIES - ENHANCED PROFESSIONAL DEVELOPMENT PROGRAMS. 14 There is hereby established for the Department of Education - Enhanced 15 Professional Development Programs the following maximum number of regular 16 employees which shall be supplemental and in addition to those positions 17 authorized in Section 1 of Act 2126 of 2005 and whose salaries shall be governed by the provisions of the Uniform Classification and Compensation Act 18 19 (Arkansas Code §§21-5-201 et seq.), or its successor, and all laws amendatory thereto. Provided, however, that any position to which a specific maximum 20 21 annual salary is set out herein in dollars, shall be exempt from the 22 provisions of said Uniform Classification and Compensation Act. All persons 23 occupying positions authorized herein are hereby governed by the provisions 24 of the Regular Salaries Procedures and Restrictions Act (Arkansas Code §21-5-25 101), or its successor. 26 27 Maximum Annual 28 Salary Rate Maximum 29 No. of Fiscal Years Item Class 30 No. Code Title Employees 2005-2006 2006-2007 938Z ED ASSOC DIR PROF DEVELOPMENT 1 GRADE 26 31 (1) 32 (2) R290 PUBLIC SCHOOL PROGRAM ADVISOR 1 GRADE 21 33 MAX. NO. OF EMPLOYEES 2 34

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SECTION 4. APPROPRIATION - ENHANCED PROFESSIONAL DEVELOPMENT PROGRAMS.

There is hereby appropriated, to the Department of Education, to be payable

36

ITEM

NO.

1 from the Department of Education Fund Account, for personal services and operating expenses of the Department of Education - Enhanced Professional 2 3 Development Programs which shall be supplemental and in addition to those 4 funds appropriated in Section 3 of Act 2126 of 2005, the following: 5 6 ITEM FISCAL YEARS 7 NO. 2005-2006 2006-2007 \$ 8 (01) REGULAR SALARIES 22,990 \$ 142,076 9 (02) PERSONAL SERV MATCHING 6,257 38,439 (03) MAINT. & GEN. OPERATION 10 11 (A) OPER. EXPENSE 16,000 0 0 12 (B) CONF. & TRAVEL 0 13 (C) PROF. FEES 250,000 0 (D) CAP. OUTLAY 0 14 0 15 (E) DATA PROC. 0 16 TOTAL AMOUNT APPROPRIATED 295,247 180,515 17 SECTION 5. APPROPRIATION - FINANCIAL REPORTING. There is hereby 18 19 appropriated, to the Department of Education, to be payable from the 20 Department of Education Fund Account, for the development and associated 21 expenses of uniform financial reporting requirements of the Department of 22 Education which shall be supplemental and in addition to those funds 23 appropriated in Act 2126 of 2005, for the biennial period ending June 30, 24 2007 the sum of......\$500,000. 25 26 SECTION 6. APPROPRIATION - PROGRAMS OF THE DIVISION OF PUBLIC SCHOOL 27 ACADEMIC FACILITIES AND TRANSPORTATION. There is hereby appropriated, to the 28 Department of Education, to be payable from the Educational Facilities 29 Partnership Fund Account, for grants and aids and special programs providing 30 academic school facility and transportation assistance to public school districts of the Department of Education - Division of Public School Academic 31 32 Facilities and Transportation which shall be supplemental and in addition to 33 those funds appropriated in Section 4 of Act 2138 of 2005, the following: 34

2006-2007

FISCAL YEARS

2005-2006

1	(01) ACADEMIC FACILITIES CATASTROPHIC \$ 0 \$ 0			
2	(02) ACADEMIC FACILITIES EXTRAORDINARY			
3	CIRCUMSTANCES PROGRAM 0 0			
4	(03) ACADEMIC FACILITIES IMMEDIATE REPAIR 0 0			
5	(04) TRANSITIONAL ACADEMIC FACILITIES 25,000,000 0			
6	(05) ACADEMIC FACILITIES PARTNERSHIP 25,000,000 0			
7	TOTAL AMOUNT APPROPRIATED \$ 50,000,000 \$ 0			
8				
9	SECTION 7. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS			
10	CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. TRANSFER			
11	AUTHORITY - DIVISION OF PUBLIC SCHOOL ACADEMIC FACILITIES AND TRANSPORTATION.			
12	The Director of the Department of Education — Division of Public School			
13	Academic Facilities and Transportation, with the approval of the Chief Fiscal			
14	Officer of the State and after approval by the Arkansas Legislative Council			
15	or Joint Budget Committee, is hereby authorized to request necessary			
16	appropriation transfers and any other budget related adjustments necessary			
17	for the appropriations authorized in Section 6 of this Act. Furthermore, it			
18	is the intent of the General Assembly that the Department of Education -			
19	Division of Public School Academic Facilities and Transportation be able to			
20	make use of additional contractual services as necessary and that transfers			
21	between line items and among appropriations are anticipated to accomplish			
22	those purposes. Determining the maximum number of employees and the maximum			
23	amount of appropriation and general revenue funding for a state agency each			
24	fiscal year is the prerogative of the General Assembly. This is usually			
25	accomplished by delineating such maximums in the appropriation $act(s)$ for a			
26	state agency and the general revenue allocations authorized for each fund and			
27	fund account by amendment to the Revenue Stabilization law. Further, the			
28	General Assembly has determined that the Department of Education - Division			
29	of Public School Academic Facilities and Transportation may operate more			
30	efficiently if some flexibility is provided to the Director of the Department			
31	of Education — Division of Public School Academic Facilities and			
32	Transportation authorizing broad powers under the Transfer Authority			
33	provision herein. Therefore, it is both necessary and appropriate that the			
34	General Assembly maintain oversight by requiring prior approval of the			
35	Legislative Council or Joint Budget Committee as provided by this section.			
36	The requirement of approval by the Legislative Council or Joint Budget			

- 1 <u>Committee is not a severable part of this section. If the requirement of</u> 2 approval by the Legislative Council or Joint Budget Committee is ruled
- 3 <u>unconstitutional by a court of competent jurisdiction, this entire section is</u>
 4 void.
- 5 The provisions of this section shall be in effect only from July 1, 6 2005 through June 30, 2007.

- 8 SECTION 8. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
- 9 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. CARRY
- 10 FORWARD. The unexpended balance of the appropriation provided for the
- 11 Academic Facilities Catastrophic, Academic Facilities Extraordinary
- 12 <u>Circumstances Program, Academic Facilities Immediate Repair, Transitional</u>
- 13 Academic Facilities and Academic Facilities Partnership in this act which
- 14 remain on June 30, 2006, shall be carried forward and made available for the
- 15 same purpose for the fiscal year ending June 30, 2007.
- The provisions of this section shall be in effect only from July 1, 2005 through June 30, 2007.

18

- 19 SECTION 9. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
- 20 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. CARRY
- 21 FORWARD. The unexpended balance of the appropriations provided in Section 4
- 22 of this Act for Enhanced Professional Development Programs which remain on
- 23 June 30, 2006, shall be carried forward and made available for the same
- 24 purpose for the fiscal year ending June 30, 2007.
- The provisions of this section shall be in effect only from July 1,
- 26 <u>2005 through June 30, 2007.</u>

27

28 SECTION 10. SPECIAL LANGUAGE. Arkansas Code 19-5-1227 (d) concerning the 29 Educational Adequacy Fund is amended to read as follows:

30

- 31 (d) In the event the Chief Fiscal Officer of the State determines that
- 32 the transfers from the Educational Adequacy Fund, when added to the other
- 33 resources available to the Department of Education Public School Fund Account
- 34 of the Public School Fund, are not sufficient to meet the state's financial
- 35 obligation to provide an adequate educational system as authorized by law,
- 36 the additional amount required shall be transferred from the other funds and

1 fund accounts, except the Educational Facilities Partnership Fund Account, 2 within §§ 19-5-402(a) and 19-5-404(a) based upon the proportion that each of 3 the remaining fund and fund accounts, excluding the Educational Facilities 4 Partnership Fund Account, bears to the total of the remaining funds and fund 5 accounts in \S 19-5-402(a) and 19-5-404(a). 6 7 SECTION 11. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 8 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. ACADEMIC 9 FACILITIES FUND TRANSFERS AUTHORIZED. 10 (a) On the effective date of this act, the Chief Fiscal Officer of the 11 State shall set aside the sum of fifty million dollars (\$50,000,000) of the 12 unobligated balances in the General Improvement Fund. The Chief Fiscal Officer of the State is authorized to transfer, from time to time, from the 13 fifty million dollars (\$50,000,000) set aside in the General Improvement Fund 14 15 as authorized by this section to the Educational Facilities Partnership Fund 16 Account in amounts as certified by the Director of the Division of Public 17 School Academic Facilities and Transportation and as recommended by the 18 Commission for Public School Academic Facilities and Transportation to and approved by the Chief Fiscal Officer of the State, and only upon prior 19 20 approval of the Arkansas Legislative Council or Joint Budget Committee. In no 21 event shall the total transfers authorized by this section from the General 22 Improvement Fund to the Educational Facilities Partnership Fund Account 23 exceed fifty million dollars (\$50,000,000). The amounts transferred shall be 24 made available by the Department of Education - Division of Public School 25 Academic Facilities and Transportation during the 2005-07 biennium to provide 26 additional funding that may be necessary for the Academic Facilities 27 Immediate Repair, Transitional Academic Facilities, Academic Facilities 28 Partnership, Academic Facilities Catastrophic, and Academic Facilities 29 Extraordinary Circumstances Program appropriations authorized in this act. 30 (b) The Chief Fiscal Officer of the State shall not consider the approval of any transfers, as authorized in this section, from the 31 32 unobligated balances in the General Improvement Fund to the Educational 33 Facilities Partnership Fund Account until the balance of monies remaining in 34 the Educational Facilities Partnership Fund Account falls below an amount

that is twenty percent (20%) of one hundred six million four hundred two

thousand nine hundred forty-eight dollars (\$106,402,948) which is twenty one

36

2005 through June 30, 2007.

1 million two hundred eighty thousand five hundred ninety dollars 2 (\$21,280,590). 3 (c) The amounts transferred under this section shall be made only for 4 the purpose of providing state financial participation for the Academic 5 Facilities Immediate Repair Program established in ACA 6-20-2504, the 6 Transitional Academic Facilities Program established in ACA 6-20-2506, the 7 Academic Facilities Partnership Program established in ACA 6-20-2507, 8 Academic Facilities Catastrophic, and Academic Facilities Extraordinary 9 Circumstances Program. 10 (d) Determining the maximum number of employees and the maximum amount 11 of appropriation and general revenue funding for a state agency each fiscal 12 year is the prerogative of the General Assembly. This is usually accomplished by delineating such maximums in the appropriation act(s) for a state agency 13 and the general revenue allocations authorized for each fund and fund account 14 15 by amendment to the Revenue Stabilization law. Further, the General Assembly 16 has determined that the Department of Education - Division of Public School 17 Academic Facilities and Transportation may operate more efficiently under the transfer authority provisions herein. Therefore, it is both necessary and 18 19 appropriate that the General Assembly maintain oversight by requiring prior 20 approval of the Legislative Council or Joint Budget Committee as provided by this section. The requirement of approval by the Legislative Council or Joint 21 22 Budget Committee is not a severable part of this section. If the requirement 23 of approval by the Legislative Council or Joint Budget Committee is ruled 24 unconstitutional by a court of competent jurisdiction, this entire section is 25 void. 26 The provisions of this section shall be in effect only from July 1, 27 2005 through June 30, 2007. 28 SECTION 12. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 29 30 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. FUND TRANSFER - PUBLIC SCHOOL FACILITIES FUND. On the effective date of this Act, 31 32 the Chief Fiscal Officer of the State shall transfer on his books and those 33 of the State Treasurer and the State Auditor the balance in the Public School 34 Facilities Fund to the Educational Facilities Partnership Fund Account.

04-06-2006 12:07 LEB027

The provisions of this section shall be in effect only from July 1,

1 SECTION 13. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 2 3 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. STATE 4 FOUNDATION, SPECIAL NEEDS ISOLATED AND DECLINING ENROLLMENT DISTRICTS FUNDING 5 TRANSFERS AUTHORIZED. 6 (a) On the effective date of this act the Chief Fiscal Officer of the 7 State shall transfer from the unobligated balances in the General Improvement 8 Fund to the Department of Education Public School Fund Account the sum of 9 twelve million seven hundred fifty-six thousand one hundred ninety-nine 10 dollars (\$12,756,199). The amount transferred shall be made available by the 11 Department of Education during the 2005-06 fiscal year to provide additional 12 funding that may be necessary for a cost of living adjustment, adequacy programs, and other programs authorized by the 85th General Assembly meeting 13 in First Extraordinary Session. On June 30, 2006, the Chief Fiscal Officer of 14 15 the State shall determine the actual amount of total net collections 16 deposited into the Educational Adequacy Fund during the 2005-06 fiscal year. 17 In the event total net collections deposited into the Educational Adequacy 18 Fund exceed four hundred eighteen million six hundred thousand dollars 19 (\$418,600,000), then the Chief Fiscal Officer of the State on June 30, 2006, 20 shall transfer from the Department of Education Public School Fund Account to 21 the General Improvement Fund the amount represented by the difference between 22 the actual amount of net collections and four hundred eighteen million six 23 hundred thousand dollars (\$418,600,000), but not to exceed twelve million 24 seven hundred fifty-six thousand one hundred ninety-nine dollars 25 (\$12,756,199). If on June 30, 2006 the total net collections deposited into 26 the Educational Adequacy Fund do not exceed four hundred eighteen million six 27 hundred thousand dollars (\$418,600,000) then the Chief Fiscal Officer of the 28 State shall not make any transfers from the Department of Education Public 29 School Fund Account to the General Improvement Fund. 30 (b) On June 30, 2006 the Chief Fiscal Officer of the State shall transfer on his books and those of the State Treasurer and the State Auditor, 31 32 from the General Revenue Allotment Reserve Fund to the General Improvement 33 Fund, from the first monies attributable to general revenue received over and 34 above the amount required of the Revenue Stabilization Law during the 2005-06 fiscal year as set out in Arkansas Code 19-5-402, an amount equal to the 35

transfer to the Department of Education Public School Fund Account from the

- 1 General Improvement Fund less the amount of any funds transferred from the
- 2 Department of Education Public School Fund Account to the General Improvement
- 3 Fund, as authorized in subsection (a) of this section.
- 4 (c) On the effective date of this act, the Chief Fiscal Officer of the
- 5 State shall also set aside the sum of fifty-six million one hundred twenty-
- 6 five thousand dollars (\$56,125,000) of the unobligated balances in the
- 7 General Improvement Fund. On July 1, 2006 the Chief Fiscal Officer of the
- 8 State shall transfer the fifty-six million one hundred twenty-five thousand
- 9 dollars (\$56,125,000) set aside from the unobligated balances in the General
- 10 Improvement Fund to the Department of Education Public School Fund Account.
- 11 The amount transferred shall be made available by the Department of Education
- 12 during the 2006-07 fiscal year to provide additional funding for a cost of
- 13 living adjustment, adequacy programs, and other programs authorized by the
- 14 85th General Assembly meeting in First Extraordinary Session. On June 30,
- 15 <u>2007</u>, the Chief Fiscal Officer of the State shall determine the actual amount
- 16 of total net collections deposited into the Educational Adequacy Fund during
- 17 the 2006-07 fiscal year. In the event total net collections deposited into
- 18 the Educational Adequacy Fund exceed four hundred twenty-eight million
- 19 dollars (\$428,000,000), then the Chief Fiscal Officer of the State on June
- 20 30, 2007, shall transfer from the Department of Education Public School Fund
- 21 Account to the General Improvement Fund the amount represented by the
- 22 difference between the actual amount of net collections and four hundred
- twenty-eight million dollars (\$428,000,000), but not to exceed fifty-six
- 24 million one hundred twenty-five thousand dollars (\$56,125,000). If on June
- 25 <u>30, 2007 the total net collections deposited into the Educational Adequacy</u>
- 26 Fund do not exceed four hundred twenty-eight million dollars (\$428,000,000)
- 27 then the Chief Fiscal Officer of the State shall not make any transfers from
- 28 the Department of Education Public School Fund Account to the General
- 29 Improvement Fund.
- 30 (d) On June 30, 2007 the Chief Fiscal Officer of the State shall
- 31 transfer on his books and those of the State Treasurer and the State Auditor,
- 32 from the General Revenue Allotment Reserve Fund to the General Improvement
- 33 Fund, from the first monies attributable to general revenue received over and
- 34 above the amount required of the Revenue Stabilization Law during the 2006-07
- 35 fiscal year as set out in Arkansas Code 19-5-404, an amount equal to the
- 36 transfer to the Department of Education Public School Fund Account from the

- 1 General Improvement Fund less the amount of any funds transferred from the
- 2 Department of Education Public School Fund Account to the General Improvement
- 3 Fund, as authorized in subsection (c) of this section.
- 4 The provisions of this section shall be in effect only from July 1,
- 5 2005 through June 30, 2007.

- 7 SECTION 14. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
- 8 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW.
- 9 PROFESSIONAL DEVELOPMENT AND FINANCIAL REPORTING FUNDING TRANSFERS
- 10 AUTHORIZED.
- 11 (a) On the effective date of this act, or as soon as possible
- 12 thereafter, the Chief Fiscal Officer of the State shall transfer, from the
- 13 unobligated balances in the General Improvement Fund to the Department of
- 14 Education Fund Account the sum of four hundred seventy-five thousand seven
- 15 hundred sixty-two dollars (\$475,762) to provide funding for the Enhanced
- 16 Professional Development Programs appropriation authorized in this act but,
- 17 only upon the enactment of a separate bill passed by the 85th General
- 18 Assembly meeting in 1st Extraordinary Session providing for the development
- 19 of technology-based or other enhanced professional development opportunities
- 20 for the Department of Education.
- 21 (b) On the effective date of this act, or as soon as possible
- 22 thereafter, the Chief Fiscal Officer of the State shall transfer, from the
- 23 unobligated balances in the General Improvement Fund to the Department of
- 24 Education Fund Account the sum of five hundred thousand dollars (\$500,000) to
- 25 provide funding for the development of uniform financial reporting
- 26 requirements and associated expenses appropriation authorized in this act
- 27 but, only upon the enactment of a separate bill passed by the 85th General
- 28 Assembly meeting in 1st Extraordinary Session providing for the development
- 29 of uniform reporting requirements for school district fund balances.
- 30 (c) On June 30, 2006 the Chief Fiscal Officer of the State shall
- 31 transfer on his books and those of the State Treasurer and the State Auditor,
- 32 from the General Revenue Allotment Reserve Fund from the first monies due to
- 33 general revenue received over and above the amount required of the Revenue
- 34 Stabilization Law during the 2005-06 fiscal year as set out in Arkansas Code
- 35 19-5-402, an amount equal to the actual amount of funds transferred as
- 36 authorized in subsections (a) and (b) of this section or so much thereof as

is available, to the General Improvement Fund.

1

2 The provisions of this section shall be in effect only from July 1, 3 2005 through June 30, 2007. 4 SECTION 15. REGULAR SALARIES - DIVISION OF PUBLIC SCHOOL ACADEMIC 5 6 FACILITIES AND TRANSPORATION - OPERATIONS. There is hereby established for 7 the Department of Education - Division of Public School Academic Facilities 8 and Transportation the following maximum number of regular employees which 9 shall be supplemental and in addition to those positions authorized in Section 1 of Act 2138 of 2005 and whose salaries shall be governed by the 10 11 provisions of the Uniform Classification and Compensation Act (Arkansas Code 12 §§21-5-201 et seq.), or its successor, and all laws amendatory thereto. Provided, however, that any position to which a specific maximum annual 13 14 salary is set out herein in dollars, shall be exempt from the provisions of 15 said Uniform Classification and Compensation Act. All persons occupying 16 positions authorized herein are hereby governed by the provisions of the 17 Regular Salaries Procedures and Restrictions Act (Arkansas Code §21-5-101), 18 or its successor. 19 20 Maximum Annual 21 Maximum Salary Rate Item Class 22 No. of Fiscal Years 23 No. Code Title Employees 2005-2006 2006-2007 24 930Z SENIOR TRANSPORTATION MANAGER GRADE 26 1 25 1 MAX. NO. OF EMPLOYEES 26 SECTION 16. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 27 28 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. Section 26 29 of uncodified Act 2126 of the 85th General Assembly Regular Session 2005, 30 concerning a Feasibility Study, is amended to read as follows: 31 SECTION 26. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 32 33 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. 34 FEASIBILITY STUDY. The Department of Education shall authorize and fund a 35 feasibility study costing up to two hundred fifty thousand dollars 36 (\$250,000). The purpose of the study shall be to evaluate and determine

- 1 whether the Pulaski County Special School District should continue in
- 2 existence by specifically addressing and evaluating the following: 1) the
- 3 elimination of the Pulaski County Special School District and redrawing of
- 4 school district boundaries in Pulaski County to form one school district
- 5 north of the Arkansas River and one district south of the Arkansas River; 2)
- 6 the elimination of the Pulaski County Special School District and redrawing
- 7 of school district boundaries in Pulaski County to form three districts
- 8 including a Little Rock District south of the Arkansas River, a North Little
- 9 Rock District north of the Arkansas River and a Jacksonville School District
- 10 north of the Arkansas River; 3) whether the elimination of the Pulaski County
- 11 Special School District under either option would further desegregation
- 12 efforts of the districts and help all districts in gaining unitary status and
- 13 in ending the desegregation case; and, 4) to study and propose a plan to
- 14 pursue the end of desegregation litigation in Pulaski County.
- 15 A contract shall be signed no later than October 31, 2005 and the
- 16 feasibility study completed no later than June 30, 2006.
- 17 The provisions of this section shall be in effect only from July 1, 2005
- 18 through June 30, 2007.
- 19
- 20 SECTION 17. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
- 21 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL, AND TEMPORARY LAW.
- 22 DECLINING DISTRICTS AND SPECIAL NEEDS ISOLATED FUNDING RESTRICTIONS.
- 23 (a) If the amount necessary to provide declining enrollment funding under
- § 6-20-2305(a)(3)(A) as created in Senate Bill 24 of the First Extraordinary
- 25 <u>Session of 2006 is greater than ten million dollars (\$10,000,000) as</u>
- 26 <u>determined by the Department of Education and certified to the Chief Fiscal</u>
- 27 Officer of the State, then funds may be transferred from the Educational
- 28 Adequacy Fund unless additional funds are available for transfer from funds
- 29 allocated for school districts receiving special needs isolated funding under
- 30 *§ 6-20-604*.
- 31 (b) If the amount necessary to provide special needs isolated funding
- 32 under \S 6-20-604 is less than three million dollars (\S 3,000,000) as
- 33 determined by the Department of Education, then funds will be transferred to
- funds allocated for declining enrollment funding under § 6-20-2305(a)(3)(A)
- 35 as created in Senate Bill 24 of the First Extraordinary Session of 2006.
- 36 (c) If the amount necessary to provide funding under § 6-20-2305(a)(3)(A)

31

- 1 <u>as created in Senate Bill 24 of the First Extraordinary Session of 2006 is</u>
 2 <u>less than the total funds appropriated for declining enrollment funding under</u>
 3 § 6-20-2305(a)(3)(A) as created in Senate Bill 24 of the First Extraordinary
- 4 Session of 2006 or transferred under subsection (b) of this section, any
- 5 <u>remaining funds shall be distributed under § 6-20-2305(a)(3)(B) as created in</u>
- 6 <u>Senate Bill 24 of the First Extraordinary Session of 2006.</u>
- 7 (d) The General Assembly finds that ten million dollars (\$10,000,000) is
- 8 sufficient to provide adequate funding for school districts that experience a
- 9 <u>decline in enrollment and three million dollars (\$3,000,000) plus existing</u>
- 10 available funds are sufficient to provide adequate funding for school
- 11 districts that qualify as special isolated needs districts under ACA § 6-20-
- 12 <u>604. If the total amount of funding is not sufficient to fully fund the</u>
- declining enrollment appropriation, the General Assembly has provided
- 14 transfer authority to allow the transfer of funds between educational
- 15 programs and the Educational Adequacy Fund. The General Assembly further
- 16 finds that school districts that receive special needs isolated funding under
- 17 ACA § 6-20-604 would not need full declining enrollment funding because the
- 18 special needs isolated funding already supplements based on school size among
- 19 other factors. Therefore, the special needs isolated school districts may
- 20 receive additional funding only if funds are available.

22 SECTION 18. COMPLIANCE WITH OTHER LAWS. Disbursement of funds authorized

- 23 by this act shall be limited to the appropriation for such agency and funds
- 24 made available by law for the support of such appropriations; and the
- 25 restrictions of the State Procurement Law, the General Accounting and
- 26 Budgetary Procedures Law, the Revenue Stabilization Law, the Regular Salary
- 27 Procedures and Restrictions Act, or their successors, and other fiscal
- 28 control laws of this State, where applicable, and regulations promulgated by
- 29 the Department of Finance and Administration, as authorized by law, shall be
- 30 strictly complied with in disbursement of said funds.
- 32 SECTION 19. LEGISLATIVE INTENT. It is the intent of the General Assembly
- 33 that any funds disbursed under the authority of the appropriations contained
- 34 in this act shall be in compliance with the stated reasons for which this act
- 35 was adopted, as evidenced by the Agency Requests, Executive Recommendations
- 36 and Legislative Recommendations contained in the budget manuals prepared by

1	the Department of Finance and Administration, letters, or summarized oral
2	testimony in the official minutes of the Arkansas Legislative Council or
3	Joint Budget Committee which relate to its passage and adoption.
4	
5	SECTION 20. EMERGENCY CLAUSE. It is found and determined by the General
6	Assembly of the State of Arkansas that the Arkansas Supreme Court found that
7	the public school funding system continues to be inadequate and the public
8	schools are operating under a constitutional infirmity that must be corrected
9	immediately; that to correct the constitutional infirmity and to provide
10	adequate funding for public education the amount of foundation funding for
11	school districts shall be revised; that school districts require additional
12	resources for the repair, improvement and replacement of academic facilities;
13	that legislative correction is immediately necessary in order to allow school
14	districts to provide an adequate opportunity for an adequate education to
15	every public school student in the state. Therefore, an emergency is
16	declared to exist and this act being necessary for the public peace, health
17	and safety shall become effective on:
18	(1) The date of its approval by the Governor;
19	(2) If the bill is neither approved nor vetoed by the Governor, the
20	expiration of the period of time during which the Governor may veto the bill;
21	<u>or</u>
22	(3) If the bill is vetoed by the Governor and the veto is overridden,
23	the date the last house overrides the veto.
24	
25	/s/ Joint Budget Committee
26	
27	
28	APPROVED: 4/11/2006
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