	Stricken language would be deleted from and underlined language would be added to the law as it existed prior to this session of the General Assembly. Act 617 of the Regular Session
1	State of Arkansas
2	86th General Assembly A Bill
2	Regular Session, 2007 HOUSE BILL 1751
4	Regular Session, 2007 HOUSE BILL 1751
4 5	By: Representative Pickett
6	by. Representative rickett
7	
, 8	For An Act To Be Entitled
9	AN ACT TO MAKE TECHNICAL CORRECTIONS IN THE
10	ARKANSAS CODE TO USE THE CORRECT TERM FOR
11	EDUCATION SERVICE AGENCY; AND FOR OTHER PURPOSES.
12	
13	Subtitle
14	AN ACT TO MAKE TECHNICAL CORRECTIONS IN
15	THE ARKANSAS CODE TO USE THE CORRECT
16	TERM FOR EDUCATION SERVICE AGENCY.
17	
18	
19	BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:
20	
21	SECTION 1. Arkansas Code § 6-1-101(d)(1), regarding the review of
22	audit reports of public institutions of education, is amended to read as
23	follows:
24	(d)(l) The audit reports and accompanying comments and recommendations
25	relating to any publicly funded school, educational education service
26	cooperative, vocational-technical school, or institution of higher education
27	prepared in accordance with the provisions of this section or other code
28	provisions shall be reviewed by the applicable board or governing body.
29	
30	SECTION 2. Arkansas Code § 6-10-109(b)(1), regarding parent training
31	programs, is amended to read as follows:
32	(b)(1) Only public school districts or education service cooperatives
33	established under Act 103 of the Extraordinary Session of 1983 [repealed] or
34	under § 6-13-1001 et seq. are eligible for grants to operate Parents As
35	Teachers programs.



1 2 SECTION 3. Arkansas Code § 6-11-128(a), regarding the Arkansas Public 3 School Computer Network, is amended to read as follows: Beginning with the 2003-2004 fiscal year, all school districts and 4 (a) 5 educational education service cooperatives shall, as a minimum, use the 6 following financial management systems applications of the Arkansas Public 7 School Computer Network: 8 (1) Fund accounting, including all activity funds; 9 (2) Budget preparation; 10 (3) Human resources; and 11 (4) Fixed assets. 12 SECTION 4. Arkansas Code § 6-11-129(a)(3)(B), regarding public school 13 14 data to be accessible on Department of Education website, is amended to read 15 as follows: 16 (B) Each school district or the district's educational 17 education service cooperative, if the education service cooperative maintains the district's website, shall publish on the district's website: 18 19 The school district's contracts with all school (i) district employees, except that no social security numbers shall be 20 21 published; and 22 (ii) The district salary schedules, including the 23 salary schedules for regular certified employees, supplemental and extended 24 contract schedules, and classified employee schedules; 25 26 SECTION 5. Arkansas Code § 6-13-620(a)(14), regarding the powers and 27 duties of school district boards of directors, is amended to read as follows: 28 (14) If a district does not have a website, then: 29 (A) On on or before July 1, 2003, the district's 30 educational education service cooperative shall develop a website for the 31 district; or 32 (B) the cooperative The education service cooperative 33 shall enter into an agreement with a local city, county, or other local 34 governmental agency to have the district's information as required in 35 subdivision (13) of this section published on an existing local city, county, 36 or other local governmental agency's website.

- 1

3

2 SECTION 6. Arkansas Code § 6-13-620(b), regarding the powers and duties of school district boards of directors, is amended to read as follows: Beginning on July 16, 2003, through July 1, 2004, notwithstanding 4 (b) 5 any other provision of law, no school board of any public school or any 6 governing body of a charter school or an educational education service 7 cooperative shall enter into any contractual or project obligation exceeding 8 seventy-five thousand dollars (\$75,000) or one percent of the district's 9 total state and local revenues for additional base funding, as defined on 10 lines 15 and 16 of the Department of Education's May 16, 2002 State Aid 11 Notice, whichever is greater, for the purchase, sale, construction, 12 improvement, or repair of equipment, facilities, motor vehicles, buildings, or real property sites without the prior written approval of the state board 13 14 or the Commissioner of Education as allowed in emergency situations.

15

16 SECTION 7. Arkansas Code § 6-15-504(b), regarding the administration 17 of achievement tests for home-schooled students, is amended to read as follows: 18

19 (b)(1)(A) The administration of the tests required of home-schooled 20 students shall be by the executive directors of the education service 21 cooperatives established under § 6-13-1001 et seq. or as otherwise designated 22 by the Department of Education.

23 (B) For the purposes of this section, the superintendents 24 of the Little Rock School District, North Little Rock School District, and 25 Pulaski County Special School District shall act in lieu of an education 26 service cooperative executive director.

27 (2) The executive directors of the education service 28 cooperatives shall establish a common set of procedures approved by the 29 Commissioner of Education for the proper administration of the tests required 30 by this section.

31 (3) The administration shall include purchasing the test 32 materials, giving the tests, scoring and interpreting the tests, and 33 reporting test results.

34

35 SECTION 8. Arkansas Code § 6-15-504(d), regarding the administration 36 of achievement tests to home-schooled students, is amended to read as

1 follows:

2 (d)(1) Alternate testing procedures may be approved by the <u>executive</u>
3 director of an education service cooperative after consultation with the
4 parents of a home-schooled student.

5 (2) However, any costs associated with an alternate testing6 procedure shall be the responsibility of the parents.

7

8 SECTION 9. Arkansas Code § 6-17-301(c), regarding employment of
9 certified personnel, is amended to read as follows:

Beginning on July 16, 2003, through July 1, 2004, notwithstanding 10 (c) 11 any other provision of law except for currently binding contractual 12 obligations or enforceable court-ordered mandates, no public school board or 13 the governing board of an educational education service cooperative or 14 charter school may employ or extend the employment contract of any 15 superintendent, assistant superintendent, school principal, department head, 16 coach, teacher, or other certified or noncertified personnel for a period of 17 time more than one (1) fiscal year without the prior written approval of the State Board of Education or the Commissioner of Education as allowed in 18 19 emergency situations.

20

21 22 SECTION 10. Arkansas Code § 6-17-1206 is amended to read as follows: 6-17-1206. Credit for leave accumulated in another district.

23 (a) Whenever an employee of a school district, an educational 24 education service cooperative, a state education agency, or a two-year 25 college in this state shall leave the school district, educational education 26 service cooperative, state education agency, or two-year college and accept 27 employment in another school district in this state, educational education 28 service cooperative, state education agency, or two-year college, the 29 employee shall be granted credit by the new school district, educational 30 education service cooperative, state education agency, or two-year college 31 for any unused sick leave accumulated by the employee while employed by the former school district but not to exceed a maximum of ninety (90) days. 32

33 (b) The accumulated and unused sick leave credit shall be granted to
34 the employee upon furnishing proof in writing from the school district of
35 former employment of the employee.

36

(c) The provisions of this section shall apply to employment with

another school district, <u>educational education service</u> cooperative, state
 education agency, or two-year college on or after July 1, 1997.

3

4 SECTION 11. Arkansas Code § 6-18-102(f), regarding uniform dress 5 codes, is amended to read as follows:

6 (f) The Department of Education and <u>educational education service</u> 7 cooperatives shall, when possible, assist public schools by providing 8 information regarding uniform dress codes upon request from public school 9 administrators.

10

SECTION 12. Arkansas Code § 6-18-203(b)(1), regarding attendance in a school district other than district of residence, is amended to read as follows:

14 (b)(1) The children or wards of any person who is at least a half-time 15 employee of a public school in one (1) school district in this state or is 16 employed full time by an educational education service cooperative and is a 17 resident of another school district in this state shall be entitled to be enrolled in and to attend school in either the district in which the parent 18 19 or guardian resides, the district in which the parent or guardian is at least a half-time employee of a public school, or any district located in the 20 21 county in which the main office of the educational education service 22 cooperative is located.

23

24 SECTION 13. Arkansas Code § 6-18-508(b), regarding alternative 25 learning environments, is amended to read as follows:

(b) The alternative learning environment required by this section may
be established by more than one (1) school district or may be operated by a
public school educational cooperative established under § 6-13-901 an
education service cooperative established under § 6-13-1001 et seq.

30

31 SECTION 14. Arkansas Code § 6-20-818(a) - (c), regarding loans to 32 education service agencies, is amended to read as follows:

33 (c) The board of directors of any education service cooperative 34 desiring to borrow money from the Revolving Loan Fund, acting through its 35 <u>executive</u> director, shall file a formal application with the board. The 36 application shall contain the following information:

1 (1) The name and location of the education service cooperative; 2 (2) The date and place of the meeting of the board at which 3 action was taken authorizing the director to make formal application for a 4 loan; 5 The estimated amount which it proposes to borrow, together (3) 6 with supporting evidence upon which the estimate is based; 7 (4) The purpose for which the proceeds of the loan would be 8 used; 9 (5) The security for the loan and the method and schedule for 10 repayment; and 11 (6) Such additional information as may be required by the board. 12 SECTION 15. Arkansas Code § 6-20-1503 is amended to read as follows: 13 14 6-20-1503. State Insurance Department - Powers and duties regarding 15 insurance for public elementary and secondary schools. 16 It shall be the power and duty of the State Insurance Department to: 17 (1) Adopt such rules and regulations as may be necessary to provide for the insuring of public elementary and secondary school, 18 19 educational education service cooperative, and open-enrollment charter school 20 property within the State of Arkansas; 21 (2) Administer the Public Elementary and Secondary School 22 Insurance Fund; 23 (3) Delegate responsibilities in connection with the 24 administration of this subchapter to the Director of the Risk Management 25 Division of the State Insurance Department and the staff of the department; 26 (4) Establish and administer a program of insurance to cover 27 buildings and contents of public school districts, education service 28 cooperatives, and open-enrollment charter schools of this state which have 29 elected to participate in a multischool insurance program. The programs shall 30 be in accordance with recognized and established insurance practices; 31 (5) Establish, and from time to time modify, the premium rates 32 to be charged for the various risks; 33 (6) Specify the form for insurance policies and other forms 34 required for the purposes of this subchapter; 35 (7) Purchase insurance in compliance with all state purchasing 36 laws from insurance companies authorized to do business in this state in

1 keeping with recognized principles of good risk management. The director 2 shall prescribe, from time to time, rules and regulations for placing and 3 handling the insurance; 4 (8) Employ necessary adjusters, engineers, appraisers, and other 5 personnel required in the administration of this subchapter; 6 (9) Engage in a program of prevention loss control to assist the 7 various public schools in improving and minimizing potential insurance 8 losses: 9 (10) Perform all additional powers and duties necessary to 10 maintain sound insurance underwriting practices recognized by good risk 11 management; 12 (11) Periodically review the status of the fund and the adequacy 13 of insurance premium rates and compare these rates with rates for comparable 14 risks for private insurance companies; 15 Confer with superintendents and boards of directors of (12) 16 school districts, the governing boards of education service cooperatives, and 17 open-enrollment charter schools concerning insurance practices of the various 18 districts, education service cooperatives, and open-enrollment charter 19 schools; (13) Promulgate rules and regulations for the administration of 20 21 the state public school insurance program; and 22 (14) Perform other duties that will expedite the operation of 23 the Public Elementary and Secondary School Insurance Program. 24 25 SECTION 16. Arkansas Code § 6-20-1505 is amended to read as follows: 26 6-20-1505. Information to be furnished. 27 (a) The Director of the Risk Management Division of the State 28 Insurance Department, with the approval of the Insurance Commissioner, shall 29 require district school superintendents, county school supervisors, clerks, 30 or governing boards of the education service cooperatives or open-enrollment charter schools to furnish the State Insurance Department a complete list 31 32 showing the location of every school building sixty (60) days prior to 33 entering the program and upon written request by the department. 34 (b) The department shall have authority to require each school 35 district, education service cooperative, or open-enrollment charter school to 36 furnish a complete report of its insurance program, including the expiration

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1 dates of its contracts, a history of losses, or any additional information
2 required by the insurer.

3

4 SECTION 17. Arkansas Code § 6-20-1507(b) - (c), regarding insurance 5 premium rate and payment, are amended to read as follows:

6 (b) School districts, education <u>service</u> cooperatives, or open7 enrollment charter schools shall make payment of premium when demand is made
8 as scheduled in the contract.

9 (c)(1) Any school district, education <u>service</u> cooperative, or open-10 enrollment charter school which does not pay the premium when due shall be 11 charged a rate of interest at five percent (5%) per annum on all payments due 12 and unpaid on the policy issued.

13 (2) The State Insurance Department may cancel insurance coverage
14 for school districts, educational education service cooperatives, or open15 enrollment charter schools that fail to pay the premium due within thirty
16 (30) days.

17 (3) The department shall give thirty (30) days' notice before18 any cancellation for nonpayment.

19

36

20 SECTION 18. Arkansas Code § 6-20-1508(a) and (b), regarding appraisal 21 and payment of losses, are amended to read as follows:

(a) In the event of loss of school district, education <u>service</u>
cooperative, or open-enrollment charter school property under the Public
Elementary and Secondary School Insurance Program, the Public Elementary and
Secondary School Insurance Fund shall pay the loss as specified in the
contract.

27 (b) When an agreement as to the extent of loss or damage cannot be 28 reached between the State Insurance Department and officials having charge of 29 the property, the amount of the loss or damage shall be determined by three 30 (3) appraisers, one (1) to be named by the department, one (1) by the school district, education service cooperative, or open-enrollment charter school 31 32 governing board, and a third to be selected by the two (2) appointed 33 appraisers, all of whom shall be disinterested persons and qualified from 34 experience to appraise and value such property. 35

SECTION 19. Arkansas Code § 6-20-1509 is amended to read as follows:

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1 6-20-1509. Effect of federal assistance. 2 Any school district, education service cooperative, or open-enrollment 3 charter school which may receive financial assistance from the federal 4 government as a result of federal legislation pertaining to disasters shall 5 not be adversely affected as a result of any moneys due from the Public 6 Elementary and Secondary School Insurance Fund because of coverage by the 7 Public Elementary and Secondary School Insurance Program. 8 9 SECTION 20. Arkansas Code § 6-20-1513(a), regarding bond obligations, 10 is amended to read as follows: 11 (a) The State Insurance Department is authorized and directed to meet 12 legal requirements with reference to coverage on buildings as a result of school district, education service cooperative, or open-enrollment charter 13 14 school bond obligations. 15 16 SECTION 21. Arkansas Code § 6-20-1806 is amended to read as follows: 17 6-20-1806. Services outside the scope of practice of auditors -Prohibited activities. 18 19 A licensed certified public accountant or a licensed accountant in 20 public practice shall not provide the following nonaudit services to a school 21 district, educational education service cooperative, or charter school if the 22 licensed certified public accountant or the licensed accountant or his or her 23 firm is also the auditor of the school district, educational education 24 service cooperative, or charter school: 25 (1) Accounting and bookkeeping services; 26 (2) Financial information systems design and implementation; 27 (3) Appraisal, valuation, and actuarial services; 28 (4) Internal audit outsourcing services; 29 (5) Management or human resources functions; 30 (6) Broker or dealer, investment advisor, or investment banking 31 services; and 32 (7) Legal and expert services unrelated to the audit. 33 34 SECTION 22. Arkansas Code § 6-20-2202(a)(3)(A), regarding budget and 35 expenditure reports, is amended to read as follows: 36 (3)(A) The electronic format required by the department shall be

1 available for completion by school districts, open-enrollment charter 2 schools, and educational education service cooperatives not later than August 1 of each year. 3 4 5 SECTION 23. Arkansas Code § 6-20-2204 is amended to read as follows: 6 6-20-2204. Required training. 7 (a)(1)(A) The Department of Education shall establish two (2) tiers of 8 required training. 9 (B) Both tiers of required training shall apply to public 10 school districts, open-enrollment charter schools, and educational education 11 service cooperatives. 12 (C)(i) At a minimum, two (2) persons per educational entity are required to attend an initial and annual Tier I training: 13 14 (a) The district superintendent or the 15 educational education service cooperative director or the open-enrollment 16 charter school director; and 17 (b) A person whose job responsibilities include preparing the budget or overall accounting responsibility. 18 19 The two (2) persons per educational entity (ii) required to attend the initial and annual Tier I training shall each obtain 20 21 twelve (12) hours of initial training and instruction necessary to 22 demonstrate basic proficiency as determined by the department, including, but 23 not limited to: 24 (a) School laws of Arkansas; 25 (b) Laws and rules governing the expenditure 26 of public education funds, fiscal accountability, and school finance; 27 (c) Ethics; and 28 (d) Financial accounting and reporting of schools, school districts, open-enrollment charter schools, and education 29 30 service cooperative expenditures. 31 (2) Each year thereafter, the district superintendent, the 32 educational education service cooperative executive director, or open-33 enrollment charter school director and the person whose job responsibilities 34 include preparing the budget or overall accounting responsibility who have already attended the initial and Tier I training shall obtain by December 31 35 36 of each calendar year four (4) hours of annual training and instruction as

required by the department in order to maintain basic proficiency in the
 topics described in subdivision (a)(1) of this section.

3 (3)(A) The instruction may be provided by an institution of
4 higher education in this state, from instruction sponsored by the department,
5 by an in-service training program conducted by the Arkansas Association of
6 School Business Officials, or from another provider.

7 (B) To satisfy the training and requirements under this 8 subsection, any provider other than the department shall apply for and 9 receive preapproval by the department as to the form and content of the 10 training and instruction before they are offered as training and instruction 11 to comply with the provisions of this subsection.

12 (4)(A) If a person fails to obtain the required Tier I training 13 by the end of the calendar year and fails to cure the deficiency by March 1 14 of the following calendar year without filing a request for extension of time 15 as determined from the records of the department, the department shall 16 immediately notify the superintendent of the employing school district, the 17 director of the open-enrollment charter school, or the director of the education service cooperative by certified mail, return receipt requested, 18 19 with a copy to the board president.

(B)(i) The superintendent of the school district, the director of the open-enrollment charter school, or the education service cooperative <u>executive</u> director shall notify the person by certified mail, return receipt requested, and the person shall be unable to continue in his or her position from the date of receipt of notification by the superintendent of the school district, the director of the open-enrollment charter school, or the education service cooperative <u>executive</u> director.

(ii) Any person receiving notice that he or she shall be unable to continue in his or her position solely because of his or her failure to obtain the required training may request a hearing before the State Board of Education prior to his or her permanent dismissal.

31 (5) If the person fails to obtain all required training by 32 December 31, this failure shall constitute one (1) citation against the 33 school district or the open-enrollment charter school as measured by the 34 Standards for Accreditation of Arkansas Public Schools issued by the 35 department or an admonishment to the education service cooperative by the 36 department.

1 (6) If the person is unable to obtain the required training 2 because of military service or illness as verified by a written sworn 3 statement of the person's attending physician, the department shall grant an 4 extension permitting the person additional time to obtain the required 5 training. The issuance of an extension shall not constitute a citation 6 against the school district as measured by the Standards for Accreditation of 7 Arkansas Public Schools issued by the department or the education service 8 cooperative and shall not operate to remove the person from his or her job.

9 (b)(1) Tier II training shall include, but not be limited to, 10 employees who do not make decisions about selecting codes or who have a 11 limited number of codes that they can use.

12 (2) Tier II training shall be developed by the department in 13 cooperation with representatives from the Arkansas Association of Educational 14 Administrators, the Arkansas Association of School Business Officials, the 15 Arkansas Education Association, the Legislative Joint Auditing Committee, and 16 the <u>educational</u> education service cooperatives.

17

(3) The training shall be annual and shall be four (4) hours.

18 (4) Districts shall be responsible for providing the training to19 these employees.

20 (5) District trainers are required to attend Tier I training and
21 annual updates as required by the department under this subsection and
22 subsection (a) of this section.

23 (c)(1) Each school district, open-enrollment charter school, or 24 education service cooperative shall maintain files and records indicating all 25 employees who are required to obtain and who have completed Tier II training.

26 (2) Each district superintendent, open-enrollment charter school
27 director, or educational education service cooperative executive director
28 shall provide the department an assurance statement regarding the completion
29 of Tier II training by the required individuals.

30 (d) The State Board of Education shall modify the Standards for 31 Accreditation of Arkansas Public Schools issued by the department as may be 32 required by this section.

(e) It is the responsibility of the department to receive and maintain
 records of instructional hours of Tier I training obtained under this
 section.

12

36

(f) The state board is authorized to promulgate rules and regulations

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l consistent with the provisions of this section.

2 SECTION 24. Arkansas Code § 6-20-2207(b)(2), concerning rule-making
3 authority for financial accounting and reporting, is amended to read as
4 follows:

5 (2) Prior to making an amendment to the handbook, the department 6 shall provide written notice via a commissioner's memo to the school 7 districts, open-enrollment charter schools, and <u>educational education service</u> 8 cooperatives. Amendments, annual revisions, and financial accounting updates 9 shall be effective on July 1 of the next fiscal year or ninety (90) days from 10 the date of the commissioner's memo, whichever is later, unless:

11 (A) The Commissioner of Education declares that there is 12 an emergency, at which time the change shall be effective immediately upon 13 the date specified in the commissioner's memo;

(B) A new program or revenue source requires new
accounting codes, at which time the change shall be effective immediately
upon the date specified in the commissioner's memo; or

17 (C) The change affects only a few school districts and the 18 school districts have mutually agreed to make the change. The changes shall 19 be effective immediately upon the date specified in the commissioner's memo. 20

21 SECTION 25. Arkansas Code § 6-21-109(b)(1), regarding rules and 22 regulations governing public works projects, is amended to read as follows:

(b)(1) As used in this section, "public educational entities" means
 Arkansas public school districts, charter schools, educational education
 <u>service</u> cooperatives, or any publicly supported entity having supervision
 over public educational entities.

27

28 SECTION 26. Arkansas Code § 6-21-110(a)(2), regarding rules and 29 regulations governing disposition of school property, is amended to read as 30 follows:

31 (2) As used in this section, "public educational entities" means
32 Arkansas public school districts, charter schools, educational education
33 service cooperatives, or any publicly supported entity having supervision
34 over public educational entities. Public educational entity does not include
35 institutions of higher education.

36

1 SECTION 27. Arkansas Code § 6-21-703 is amended to read as follows: 2 6-21-703. Public School Motor Vehicle Insurance Program -3 Participation. 4 There is hereby established a Public School Motor Vehicle (a) 5 Insurance Program for all school motor vehicles of participating public 6 school districts, educational education service cooperatives, and open-7 enrollment charter schools in the State of Arkansas. 8 (b) Participation in the program provided for in this section shall be 9 optional with each school district, educational education service 10 cooperative, or open-enrollment charter school. 11 12 SECTION 28. Arkansas Code § 6-21-705(1), regarding the powers and 13 duties of the insurance commissioner, is amended to read as follows: 14 It shall be the power and duty of the Insurance Commissioner to: 15 (1) Establish in the State Insurance Department a program of 16 insurance to cover motor vehicles owned by public school districts, 17 educational education service cooperatives, and open-enrollment charter schools. The program shall be in accordance with recognized and established 18 19 insurance practices; 20 21 SECTION 29. Arkansas Code § 6-21-709(d), regarding the payment of 22 insurance premiums, is amended to read as follows: 23 (3) The department may cancel insurance coverage for school 24 districts, educational education service cooperatives, or open-enrollment 25 charter schools that fail to pay the premium due within thirty (30) days. 26 27 SECTION 30. Arkansas Code § 6-24-102(17(A), regarding definitions for ethical guidelines and prohibitions, is amended to read as follows: 28 29 (17)(A) "Public educational entity" means Arkansas public school 30 districts, charter schools, educational education service cooperatives, or any publicly supported entity having supervision over public educational 31 32 entities. 33 34 SECTION 31. Arkansas Code § 6-24-120 is amended to read as follows: 35 6-24-120. Penalties.

36 (a) Any board member, administrator, employee, or nonemployee of a

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1 public school district, educational education service cooperative, or charter 2 school who knowingly and intentionally violates the provisions of § 6-17-3 301(c) or (d), § 6-13-620(b) or (c), or § 6-20-1201(b) shall be guilty of an 4 unclassified misdemeanor and subject to a fine in the amount of one thousand 5 dollars (\$1,000). 6 (b) Any board member of a public school district, educational 7 education service cooperative, or charter school who shall knowingly and 8 intentionally violate the provisions of § 6-17-301(c) or (d), § 6-13-620(b) 9 or (c), or § 6-20-1201(b) shall be subject to removal from office under § 6-13-612. 10 11 12 SECTION 32. Arkansas Code § 6-47-502(a), regarding distance learning grants, is amended to read as follows: 13 14 (a)(1) The Department of Education shall develop grant standards and 15 provide grants to education service cooperatives for acquiring equipment and 16 receiving telecommunications services necessary for each school district to 17 have distance learning availability. (2) The grants shall be used to assist school districts that do 18 19 not have distance learning capabilities and to assist school districts in 20 upgrading existing distance learning capabilities. 21 (3) The grants shall also be used by the education service 22 cooperatives to provide technical assistance to the school districts in 23 implementing and maintaining distance learning as an educational tool. 24 25 SECTION 33. Arkansas Code § 6-47-502(c), regarding distance learning 26 grants, is amended to read as follows: 27 (c) Education service cooperatives and school districts shall 28 coordinate with the department to seek to obtain the benefits of the Federal 29 Communications Commission's E-rate discount program. 30 SECTION 34. Arkansas Code § 6-47-503 is amended to read as follows; 31 32 6-47-503. Distance learning consortiums. 33 School districts shall form collaborative efforts with other schools or 34 education service cooperatives or both other schools and education service 35 cooperatives that share common educational needs in order to ensure that the 36 state maximizes distance learning services by distributing shared course

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     content.
 2
           SECTION 35. Arkansas Code § 6-52-207(b), regarding apprenticeship
 3
 4
     training programs, is amended to read as follows:
 5
           (b) A program must be co-sponsored by a public school district, an
 6
     educational education service cooperative, a state postsecondary institution,
 7
     a vo-tech school, or a two-year community college pursuant to a contract
8
     between the district or institution and an apprenticeship program sponsor.
 9
10
           SECTION 36. Arkansas Code § 10-3-402(f)(6), regarding the Legislative
11
     Joint Auditing Committee, is amended to read as follows:
12
                 (6)
                      "School" means any public school district, charter school,
     or educational education service cooperative, or any publicly supported
13
14
     entity having supervision over public educational entities.
15
16
           SECTION 37. Arkansas Code § 10-4-402(a)(7), regarding the division of
17
     Legislative Audit, is amended to read as follows:
18
                 (7) "School" means any public school district, charter school,
19
     or educational education service cooperative, or any publicly supported
     entity having supervision over public educational entities.
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21
22
           SECTION 38. Arkansas Code § 14-77-102(1)(A), regarding local fiscal
23
     management and responsibility, is amended to read as follows:
24
                       (A) For school districts, an "executive officer" is the
25
     superintendent of the school or the executive director of the educational
26
     education service cooperative;
27
28
           SECTION 39. Arkansas Code § 19-2-502 is amended to read as follows:
29
           19-2-502. Definitions.
30
           As used in this subchapter, "public entity" means state agencies,
     including all constitutional offices and agencies, boards, and commissions,
31
32
     state institutions of higher education, municipalities, counties, school
33
     districts, educational education service cooperatives, improvement districts,
34
     and other public officials or public offices. Public entities shall maintain
35
     records of all transactions with financial institutions.
36
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1 SECTION 40. Arkansas Code § 20-47-506(c), regarding Regional Child and 2 Adolescent Service System Program Coordinating Council planning teams, is 3 amended to read as follows: 4 (c) The regional program planning teams shall include agency 5 representatives from the community mental health centers, the Division of 6 Developmental Disabilities Services, the Division of Children and Family 7 Services, the Division of Health of the Department of Health and Human 8 Services, the local school districts or educational education service 9 cooperatives, and any willing provider. 10 11 SECTION 41. Arkansas Code § 21-4-215(a)(4) and (5), regarding state 12 employee leave for bone marrow or organ donation, are amended to read as 13 follows: (4) "Public school" means any public school or educational 14 15 education service cooperative located in the State of Arkansas; 16 (5) "Public school employee" means a full-time employee of a 17 public school or educational education service cooperative; 18 19 SECTION 42. Arkansas Code § 21-8-701(a)(8), regarding persons required to disclose conflicts of interest, is amended to read as follows: 20 21 (8) Directors Executive directors of educational education 22 service cooperatives; and 23 24 SECTION 43. Arkansas Code § 24-2-302(3)(C)(vi), regarding the 25 classification of members in the public employee retirement system, is 26 amended to read as follows: 27 (vi) Regional educational education service 28 cooperatives; and 29 30 SECTION 44. Arkansas Code § 24-7-202(12)(A)(vi), regarding the 31 Arkansas Teacher Retirement System, is amended to read as follows: 32 (vi) Regional education service cooperatives; and 33 34 SECTION 45. Arkansas Code § 25-30-102(b), regarding powers and duties 35 of the State Board of Workforce Education and Career Opportunities, is amended to read as follows: 36

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The State Board of Workforce Education and Career Opportunities (b) shall develop and monitor a state plan for vocational-technical education which shall include the establishment of at least one (1) area vocational center in each educational education service cooperative service area and in Pulaski County. All policy issues affecting the public schools will be developed by the State Board of Workforce Education and Career Opportunities after consultation with the State Board of Education and implemented in coordination with the Department of Education or the education service cooperatives, or both.

SECTION 46. Arkansas Code § 26-51-420 is amended to read as follows: 26-51-420. Deductions - Education service cooperatives contributions. Education service cooperatives created pursuant to § 6-13-1001 et seq. or Act 103 of the First Extraordinary Session of 1983 are hereby declared instrumentalities and political subdivisions of the State of Arkansas, and all contributions and donations made to them during calendar year 1992 and in any calendar year thereafter shall be deductible from the Arkansas income tax levied by § 26-51-201 et seq.

APPROVED: 3/28/2007