

Hall of the House of Representatives
84th General Assembly - Second Extraordinary Session, 2003
Amendment Form

Subtitle of House Bill No. 1049

"AN ACT PROVIDING EDUCATION REFORM; TO PROVIDE FOR EDUCATION
FUNDING; TO ESTABLISH EDUCATIONAL ADEQUACY ACCOUNTING; AND TO
ESTABLISH MINIMUM TEACHER COMPENSATION."

Amendment No. 5 to House Bill No. 1049.

Amend House Bill No. 1049 as engrossed, H12/22/03 (version: 12-22-2003 09:09):

Page 17, delete lines 34 through 36 and substitute the following:

"6-20-2203 Uniform budget and accounting system required.

(a) The State Board of Education shall adopt by rule a uniform budget and accounting system as presented in the Handbook IIR2 or future revisions as published by the U.S. Department of Education, Office of Educational Research and Improvements, for school districts, education service cooperatives, and open enrollment charter schools. The rules shall be developed by the Department of Education in cooperation with representatives from the Arkansas Association of School Administrators, the Arkansas Association of School business Officials, and the Legislative Joint Auditing Committee.

(b) The definitions contained in the Federal Handbook IIR2 shall be used for school districts in Arkansas and shall be used to allow for valid comparisons of expenditures among schools and among school districts.

(c) In addition the State Board of Education shall adopt by rule "Arkansas Revisions" to the Federal Handbook IIR2. The rules shall be developed by the Department of Education in cooperation with representatives from the Arkansas Association of School Administrators, the Arkansas Association of School business Officials, and the Legislative Joint Auditing Committee. Arkansas Revisions shall include but not be limited to:

(1) Categories to allow for the gathering of data on separate functions and programs;

(2) Categories and descriptions of expenditures that each school or school district shall report on its annual school performance report authorized by the School Performance Report Act, 6-5-1401 et seq. The reported expenditures shall include, but not be limited to, the following categories:

(A) Total Expenditures;

(B) Instructional Expenditures;

(C) Administrative Expenditures;



- (D) Extracurricular Expenditures;
- (E) Capital Expenditures; and
- (F) Debt Service Expenditures; and

(3) Categories and descriptions of school and school district expenditures that allows for the gathering of data on separate functions and programs as described in the Education Funding Reform Act of 2003, § 6-20-2001 et seq.

(d) The department shall have the authority to analyze and inspect the financial records of any school or school district in order to verify that a school or school district is correctly and accurately reporting expenditures.

(e) The department shall annually submit a summary report to the State Board of Education, the Governor, and the Senate and House Joint Interim Committee concerning public school and public school district expenditures as described in the Education Funding Reform Act of 2003, § 6-20-2001 et seq. by November 1 of each year.

(f) All rules, regulations, and revisions adopted under this subchapter shall be adopted and published prior to the start of any fiscal year for which they are applicable and shall allow for an implementation schedule consistent with the method outlined in § 6-20-2206.”

AND

Page 18, delete lines 1 through 36

AND

Page 19, delete lines 1 through 4

AND

Page 19, line 6 delete “6-22-2206.” and substitute “6-22-2204.”

AND

Page 20, line 34 delete “6-22-2207.” and substitute “6-22-2205.”

AND

Page 21, line 34 delete “6-22-2208.” and substitute “6-22-2206.”

AND

Page 21, delete lines 11 through 14 and substitute the following:

“(b) For the 2005-2006 school year and subsequent school years, the Department of Education shall amend, prior to the beginning of any fiscal year, as necessary the rules provided for in subsection (a) of this section in order for school districts to comply with this subchapter.”

The Amendment was read _____
By: Representative Cleveland
JDF/CDS - 12-23-2003 09:19
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Chief Clerk