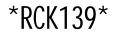
Stricken language would be deleted from and underlined language would be added to the law as it existed prior to this session of the General Assembly.

| 1  | State of Arkansas             |   |                       |            |
|----|-------------------------------|---|-----------------------|------------|
| 2  | 84th General Assembly         | A Bill  |                       |            |
| 3  | Regular Session, 2003         |   | HOUSE BILL            | 1039       |
| 4  |                               |   |                       |            |
| 5  | By: Representative Hutchin    | son   |                       |            |
| 6  |                               |   |                       |            |
| 7  |                               |   |                       |            |
| 8  |                               | For An Act To Be Entitled                       |                       |            |
| 9  | AN ACT                        | TO AMEND THE ARKANSAS CODE TO CREATE A          | N                     |            |
| 10 | I NCOME                       | TAX RETURN CHECKOFF FOR THE ARKANSAS            |                       |            |
| 11 | CHI LDRI                      | EN'S CATASTROPHIC ILLNESS GRANT PROGRAM         |                       |            |
| 12 | TRUST I                       | FUND; TO CREATE THE ARKANSAS CHILDREN'S         |                       |            |
| 13 | CATAST                        | ROPHIC ILLNESS GRANT PROGRAM TRUST FUND         | ; ТО                  |            |
| 14 | CREATE                        | THE ARKANSAS CHILDREN'S CATASTROPHIC            |                       |            |
| 15 | I LLNESS                      | S GRANT PROGRAM; AND FOR OTHER PURPOSES         |                       |            |
| 16 |                               |   |                       |            |
| 17 |                               | Subtitle  |                       |            |
| 18 | T0 (                          | CREATE THE ARKANSAS CHILDREN' S                 |                       |            |
| 19 | CAT                           | ASTROPHIC ILLNESS GRANT PROGRAM AND             |                       |            |
| 20 | AN I                          | NCOME TAX RETURN CHECKOFF PROGRAM TO            |                       |            |
| 21 | FUNI                          | DIT.  |                       |            |
| 22 |                               |   |                       |            |
| 23 |                               |   |                       |            |
| 24 | BE IT ENACTED BY THE          | GENERAL ASSEMBLY OF THE STATE OF ARKANS         | SAS:                  |            |
| 25 |                               |   |                       |            |
| 26 | SECTION 1. Ark                | ansas Code Title 26, Chapter 35, is ame         | ended to add a        | n          |
| 27 | additional subchapter         | to read as follows:                             |                       |            |
| 28 | <u>26-35-1201.</u> Cr         | reation.  |                       |            |
| 29 | The Revenue Div               | ision of the Department of Finance and          | <u>Administratio</u>  | <u>n</u>   |
| 30 | shall include on the          | Arkansas individual income tax forms, i         | ncluding those        | <u>e</u>   |
| 31 | forms on which a husb         | oand and wife file separately on the sam        | <u>ne form and on</u> | all        |
| 32 | corporate income tax          | forms, a designation as follows:                |                       |            |
| 33 | <u>(1) Ify</u>                | <u>you are entitled to a refund, check if y</u> | <u>vou wish to</u>    |            |
| 34 | <u>designate [ ] \$1, [ ]</u> | <u>\$5, [] \$10, [] \$20, [] \$ write in</u>    | <u>amount), or</u>    | []         |
| 35 | all refund due, of yo         | our tax refund for the Arkansas Childrer        | <u>n's Catastroph</u> | <u>i c</u> |
| 36 | IIIness Grant Program         | n Trust Fund. Your refund will be reduc         | ed by this            |            |



| 1  | amount.  |
|----|--|
| 2  | (2) If you owe an additional amount, check if you wish to                              |
| 3  | <u>contribute an additional [ ] \$1, [ ] \$5, [ ] \$10, [ ] \$20, [ ] \$ (write in</u> |
| 4  | amount) for the Arkansas Children's Catastrophic Illness Grant Program Trust           |
| 5  | Fund. If you wish to make a contribution to the fund you must enclose a                |
| 6  | separate check for the amount of your contribution, payable to the Arkansas            |
| 7  | <u>Children's Catastrophic Illness Grant Program Trust Fund.</u>                       |
| 8  |  |
| 9  | 26-35-1202. Administration.  |
| 10 | (a) The Director of the Department of Finance and Administration may:                  |
| 11 | (1) Accept any gifts, grants, bequests, devises, and donations                         |
| 12 | made to the State of Arkansas for the purposes of funding the Arkansas                 |
| 13 | Children's Catastrophic III ness Grant Program Trust Fund; and                         |
| 14 | (2) Deposit any gifts, grants, bequests, devises, and donations                        |
| 15 | so received into the Arkansas Children's Catastrophic Illness Grant Program            |
| 16 | Trust Fund.  |
| 17 | (b) The Department of Finance and Administration shall quarterly                       |
| 18 | certify to the State Treasurer the amount contributed to the fund through              |
| 19 | this state income tax checkoff during the quarter as authorized by this                |
| 20 | subchapter, and the State Treasurer shall deduct from the Income Tax                   |
| 21 | Withholding Fund the amount so certified.  |
| 22 | (c) The Director of the Department of Finance and Administration shall                 |
| 23 | promulgate all rules and regulations and all income tax forms, returns, and            |
| 24 | schedules necessary to carry out the revenue producing provisions of this              |
| 25 | subchapter.  |
| 26 | (d) The gifts, grants, bequests, devises, and donations made under                     |
| 27 | this subchapter shall be used together with any other funds appropriated for           |
| 28 | funding the Arkansas Children's Catastrophic Illness Grant Program Trust               |
| 29 | Fund.  |
| 30 | (e) The Director of the Department of Human Services shall promulgate                  |
| 31 | all rules and regulations necessary for implementing the grant program for             |
| 32 | the fund.  |
| 33 |  |
| 34 | <u>26-35-1203. Effective dates.</u>  |
| 35 | (a) The Arkansas Children's Catastrophic Illness Grant Program Trust                   |
| 36 | Fund checkoff on state income tax returns shall be effective for tax years             |

2

| 1  | <u>beginning on or after January 1, 2003.</u>                                 |
|----|---|
| 2  | (b) The provisions of this subchapter allowing the Director of the            |
| 3  | Department of Finance and Administration to accept gifts, grants, bequests,   |
| 4  | devises, and donations shall be effective on August 1, 2003.                  |
| 5  |   |
| 6  | SECTION 2. Arkansas Code Title 19, Chapter 5, Subchapter 11 is amended        |
| 7  | to add an additional section to read as follows:                              |
| 8  | <u> 19-5-1123. Arkansas Children's Catastrophic Illness Grant Program</u>     |
| 9  | Trust Fund.   |
| 10 | (a) There is created on the books of the Treasurer of State, Auditor          |
| 11 | of State, and Chief Fiscal Officer of the State a trust fund to be known as   |
| 12 | the "Arkansas Children's Catastrophic Illness Grant Program Trust Fund."      |
| 13 | (b)(1) All moneys collected under § 26-35-1201 shall be deposited into        |
| 14 | the State Treasury to the credit of the fund.                                 |
| 15 | (2) The fund shall also consist of any other revenues as may be               |
| 16 | authorized by law.  |
| 17 | (c) The fund shall be used exclusively by the Department of Human             |
| 18 | Services to assist with the medical expenses incurred by the families of      |
| 19 | children with catastrophic illnesses or injuries by awarding grants to the    |
| 20 | families who are liable for the medical expenses.                             |
| 21 | (d) The Treasurer of State shall credit to the fund the amount                |
| 22 | certified each quarter in accordance with § 26-35-1202.                       |
| 23 | (e)(1) The moneys credited to the fund shall be held as trust funds in        |
| 24 | interest-bearing accounts only.   |
| 25 | (2) All interest earned shall be credited to the fund and shall               |
| 26 | be used only for the purposes of the fund.                                    |
| 27 | (f) All moneys deposited into the fund and all interest earned on             |
| 28 | deposits and the fund balance in the fund may be disbursed as appropriated in |
| 29 | each fiscal year of the biennium for the Arkansas Children's Catastrophic     |
| 30 | Illness Grant Program.  |
| 31 |   |
| 32 | SECTION 3. (a) The Department of Human Services shall use funds from          |
| 33 | the Arkansas Children's Catastrophic Illness Grant Program Trust Fund to      |
| 34 | establish the Arkansas Children's Catastrophic Illness Grant Program.         |
| 35 | (b) The department shall promulgate rules and regulations to create a         |
| 36 | grant program that assists families of children with catastrophic illnesses   |

3

| 1  | <u>or injuries with medical</u> | expenses | for w | whi ch | the | families | are | liable. |
|----|---------------------------------|----------|-------|--------|-----|----------|-----|---------|
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