

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
3 Regular Session, 2003

A Bill

HOUSE BILL 2362

4
5 By: Representative Jackson
6
7

For An Act To Be Entitled

8 AN ACT TO LIMIT THE DISTRIBUTION OF GENERAL
9 REVENUES.
10

Subtitle

11 AN ACT TO LIMIT THE DISTRIBUTION OF
12 GENERAL REVENUES.
13
14

15
16
17 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:
18

19 SECTION 1. (a) For the 2004-2005 fiscal year the distribution of
20 "general revenues available for distribution", as defined in Arkansas Code
21 19-5-202(b)(2)(B)(iii), shall be limited to the amount distributed during the
22 fiscal year 2003-2004 plus ninety percent (90%) of the increase in "general
23 revenue available for distribution" in fiscal year 2004-2005 over fiscal year
24 2003-2004.

25 (b) The additional amount of general revenues which would have been
26 available for distribution without this limit, if any, in the 2004-2005
27 fiscal year shall be transferred by the Treasurer of State on June 30, 2005
28 from the General Revenue Fund Account to the Budget Reserve Fund.

29 (c) Beginning with the 2005-2006 fiscal year and each fiscal year
30 thereafter, the additional amount of general revenues to be transferred by
31 the Treasurer of State on each June 30 to the Budget Reserve Fund shall be
32 the percentage reflected below times the difference between the amount of the
33 current year's "general revenues available for distribution" and the sum of
34 the previous year's actual general revenue distribution and the amount that
35 was transferred from the Budget Reserve Fund during the previous fiscal year:

36 FISCAL YEAR PERCENT



03062003JKD1608.JKD003

1	<u>2005-2006</u>	<u>20%</u>
2	<u>2006-2007</u>	<u>30%</u>
3	<u>2007-2008</u>	<u>40%</u>
4	<u>2008-2009</u>	<u>50%</u>
5	<u>2009-2010</u>	<u>60%</u>
6	<u>2010-2011</u>	<u>70%</u>
7	<u>2011-2012</u>	<u>80%</u>
8	<u>2012-2013</u>	<u>90%</u>
9	<u>2013-2014 and</u>	
10	<u>thereafter</u>	<u>100%</u>

11

12 (d) Beginning with the 2005-2006 fiscal year and each fiscal year
 13 thereafter, the distribution of "general revenues available for
 14 distribution", as defined in Arkansas Code 19-5-202(b)(2)(B)(iii), shall be
 15 limited for the fiscal year to the percent, as reflected below, of increase
 16 in "general revenue available for distribution" in the current fiscal year
 17 over the previous fiscal year plus the amount that is available in the Budget
 18 Reserve Fund:

19

20	<u>FISCAL YEAR</u>	<u>PERCENT</u>
21	<u>2005-2006</u>	<u>80%</u>
22	<u>2006-2007</u>	<u>70%</u>
23	<u>2007-2008</u>	<u>60%</u>
24	<u>2008-2009</u>	<u>50%</u>
25	<u>2009-2010</u>	<u>40%</u>
26	<u>2010-2011</u>	<u>30%</u>
27	<u>2011-2012</u>	<u>20%</u>
28	<u>2012-2013</u>	<u>10%</u>
29	<u>2013-2014 and</u>	
30	<u>thereafter</u>	<u>0%</u>

31

32 SECTION 2. Budget Reserve Fund Created. (a) There is established on
 33 the books of the Treasurer of State, the Auditor of State and the Chief
 34 Fiscal Officer of the State a fund to be known as the Budget Reserve Fund.

35 (b) The fund shall consist of those general revenues collected as set
 36 out in this Act.

1 (c) Beginning in the fiscal year ending June 30, 2006 and each fiscal
2 year thereafter, the Treasurer of State shall transfer one-twelfth of the
3 balance in the fund to the General Revenue Fund Account, there to be
4 distributed to the various funds and fund accounts and in such amounts as set
5 out in Arkansas Code Title 19, Chapter 5, Subchapter 4.

6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28
29
30
31
32
33
34
35
36