| 1  | State of Arkansas                 | As Engrossed: S12/26/03               | Call Item 4                |
|----|-----------------------------------|---------------------------------------|----------------------------|
| 2  | 84th General Assembly             | A Bill                                |                            |
| 3  | Second Extraordinary Session, 200 | 3                                     | SENATE BILL 43             |
| 4  |                                   |                                       |                            |
| 5  | By: Senators Broadway, Bisbee     |                                       |                            |
| 6  |                                   |                                       |                            |
| 7  |                                   |                                       |                            |
| 8  |                                   | For An Act To Be Entitled             |                            |
| 9  | AN ACT TO AN                      | MEND ACT 51 OF THE FIRST EXTRAORDINAL | ₹Y                         |
| 10 | SESSION OF 2                      | 2003 TO PROVIDE FUNDING FOR NATIONAL  |                            |
| 11 | SCHOOL LUNCI                      | H ACT STUDENTS AND ALTERNATIVE        |                            |
| 12 | LEARNING EN                       | VIRONMENT STUDENTS; AND FOR OTHER     |                            |
| 13 | PURPOSES.                         |                                       |                            |
| 14 |                                   |                                       |                            |
| 15 |                                   | Subtitle                              |                            |
| 16 | AN ACT TO                         | O AMEND ACT 51 OF THE FIRST           |                            |
| 17 | EXTRAORD                          | INARY SESSION OF 2003 TO PROVIDE      |                            |
| 18 | FUNDING 1                         | FOR NATIONAL SCHOOL LUNCH ACT         |                            |
| 19 | STUDENTS                          | AND ALTERNATIVE LEARNING              |                            |
| 20 | STUDENTS                          | IN ARKANSAS SCHOOLS                   |                            |
| 21 |                                   |                                       |                            |
| 22 |                                   |                                       |                            |
| 23 | BE IT ENACTED BY THE GENER        | RAL ASSEMBLY OF THE STATE OF ARKANSAS | :                          |
| 24 |                                   |                                       |                            |
| 25 | SECTION 1. Section                | 1, Item Number (13) POVERTY INDEX, o  | f Act 51 of the            |
| 26 | First Extraordinary Session       | on of 2003 is amended to read as foll | ows:                       |
| 27 |                                   |                                       |                            |
| 28 | ITEM                              |                                       | SCAL YEARS                 |
| 29 | NO.                               | <u>2003-200</u>                       |                            |
| 30 | (13) POVERTY INDEX                | <del>8,500,00</del>                   | •                          |
| 31 | (13) NATIONAL SCHOOL LUNC         | CH ACT STUDENTS 21,500,0              | <u>00</u> <u>8,500,000</u> |
| 32 |                                   |                                       |                            |
| 33 |                                   | 1, Item Number (50) ALTERNATIVE LEAR  |                            |
| 34 | of the First Extraordinary        | 7 Session of 2003 is amended to read  | as follows:                |
| 35 |                                   |                                       |                            |
| 36 | ITEM                              | FISCAL Y                              | EARS                       |

| 1  | <u>NO.</u>   | <u>2003-2004</u>     | <u>2004-2005</u>    |
|----|--|----------------------|---------------------|
| 2  | (50) ALTERNATIVE LEARNING                            | 3,000,000            | 3,000,000           |
| 3  | (50) ALTERNATIVE LEARNING                            | 8,000,000            | 3,000,000           |
| 4  |  |                      |                     |
| 5  |  |                      |                     |
| 6  | SECTION 3. SPECIAL LANGUAGE. NOT TO BE INC           | CORPORATED IN        | TO THE              |
| 7  | ARKANSAS CODE NOR PUBLISHED SEPARATELY AS SPECIAL, L | OCAL AND TEM         | PORARY LAW.         |
| 8  | FUNDING TRANSFER. Immediately upon the effective da  | te of this a         | et, the Chief       |
| 9  | Fiscal Officer of the State shall transfer on his bo | oks and those        | e of the            |
| 10 | State Treasurer and the Auditor of the State the sum | of twenty or         | ne million          |
| 11 | eight hundred seventy thousand four hundred seven do | llars <i>(\$21,8</i> | 70,407) from        |
| 12 | funds received from the Jobs and Growth Tax Relief R | <u>econciliatio</u>  | n Act of            |
| 13 | 2003, Public Law 108-27, to the Department of Educat | ion Public So        | chool Fund          |
| 14 | Account.   |                      |                     |
| 15 |  |                      |                     |
| 16 |  |                      |                     |
| 17 | SECTION 4. SPECIAL LANGUAGE. NOT TO BE INC           | CORPORATED IN        | TO THE              |
| 18 | ARKANSAS CODE NOR PUBLISHED SEPARATELY AS SPECIAL, L | OCAL AND TEM         | PORARY LAW.         |
| 19 | NATIONAL SCHOOL LUNCH ACT FUNDING.                   |                      |                     |
| 20 | (a) For the purpose of distributing National         | School Lunch         | Act student         |
| 21 | funding to school districts as appropriated in Item  | (13) of Sect:        | ion 1 of Act        |
| 22 | 51 of the First Extraordinary Session of 2003 as ame | nded by this         | act,                |
| 23 | National School Lunch Act student funding is funding | for students         | s eligible          |
| 24 | for the free or reduced lunch program. These funds   | shall be used        | donly for           |
| 25 | early intervention strategies sanctioned by the Depa | rtment of Edu        | ıcation in          |
| 26 | reading and writing literacy or mathematics for stud | ents in pre-l        | <u>kindergarten</u> |
| 27 | through grade one (preK-1).                          |                      |                     |
| 28 | (b) DEFINITIONS.                                     |                      |                     |
| 29 | (1) "Pre-kindergarten" means a program               | developed for        | children            |
| 30 | between the ages of three (3) and five (5) years old | <u>;</u>             |                     |
| 31 | (2) "Kindergarten enrollment" means the              | number of st         | <u>cudents</u>      |
| 32 | enrolled in kindergarten on October 1 of each year;  |                      |                     |
| 33 | (3) "Grade one (1) enrollment" means th              | e number of s        | <u>students</u>     |
| 34 | enrolled in grade one (1) on October 1 of each year; |                      |                     |
| 35 | (4) "Eligible student" means a child wh              | o is at least        | three (3)           |
| 36 | years old and participating in an approved activity  | or is enrolle        | ed in grades        |

| 1  | kindergarten or one (1) in an eligible public school;                          |
|----|--|
| 2  | (5) "Percent of free and reduced lunch program" means the total                |
| 3  | amount of National School Lunch Act student funding divided by the             |
| 4  | kindergarten or one (1) enrollment;  |
| 5  | (6) "National School Lunch Act students" means those students                  |
| 6  | from low socio-economic backgrounds as indicated by eligibility for free or    |
| 7  | reduced-priced meals under the National School Lunch Act as calculated on the  |
| 8  | October 1 of each year and submitted to the department in the Arkansas Public  |
| 9  | School Computer Network Cycle 2 Report.  |
| 10 | (c) CALCULATION OF NATIONAL SCHOOL LUNCH ACT STUDENT FUNDING.                  |
| 11 | (1) National School Lunch Act student funding shall be                         |
| 12 | calculated using the following data elements from the previous fiscal year:    |
| 13 | (A) Kindergarten enrollment;   |
| 14 | (B) Grade one (1) enrollment;  |
| 15 | (C) Kindergarten National School Lunch Act students; and                       |
| 16 | (D) Grade one (1) National School Lunch Act students.                          |
| 17 | (2) For each public school in the state, a National School Lunch               |
| 18 | Act student funding index shall be calculated equal to the percent of          |
| 19 | students eligible for the national school lunch program.                       |
| 20 | (3) For the 2003-2004 school year, National School Lunch Act                   |
| 21 | student funding for each identified National School Lunch Act student shall    |
| 22 | be as follows:   |
| 23 | (A) For schools in which eighty percent (80%) or greater                       |
| 24 | of the enrolled students are National School Lunch Act students, funding       |
| 25 | shall be seven hundred fifty dollars (\$750) per student;                      |
| 26 | (B) For schools in which at least sixty percent (60%) but                      |
| 27 | less than eighty percent (80%) of the enrolled students are National School    |
| 28 | Lunch Act students, funding shall be four hundred dollars (\$400) per student; |
| 29 | <u>and</u>   |
| 30 | (C) For schools in which less than sixty percent (60%) of                      |
| 31 | the enrolled students are National School Lunch Act students, funding shall    |
| 32 | be three hundred dollars (\$300) per student.                                  |
| 33 | (4) Funding for National School Lunch Act students shall be                    |
| 34 | based on the number of students eligible for free or reduced-price lunch       |
| 35 | program under the National School Lunch Act identified on the Arkansas Public  |
| 36 | School Computer Network Cycle 2 Report.  |

| 1  | (5) The amount of National School Lunch Act student funding a                |
|----|--|
| 2  | school district shall receive is equal to the product of the total grades    |
| 3  | kindergarten and one (K and 1) times the free and reduced students.          |
| 4  | (6) For monitoring purposes, the school district shall account               |
| 5  | for the funds with a source of funds code and revenue code specified by the  |
| 6  | department and shall submit reports as required.                             |
| 7  | (d) RESTRICTED USE OF FUNDS.   |
| 8  | (1) Funds received by a school shall be restricted to early                  |
| 9  | intervention strategies approved by the department.                          |
| 10 | (2) Moneys distributed shall be exempt from inclusion in                     |
| 11 | calculations of additional base funding under Arkansas Code § 6-20-303 and   |
| 12 | the Federal Range Ratio, 34 C.F.R. § 222.61, et seq., (1994), under the      |
| 13 | exemption provision for revenues generated for students with low socio-      |
| 14 | economic status.   |
| 15 | (3) Schools may carry balances over from one fiscal year to the              |
| 16 | next. These balances shall be restricted to approved activities.             |
| 17 | (4) Funds shall only be used to benefit students in an eligible              |
| 18 | public school.   |
| 19 | (5) Any additional personnel to be employed by the school shall              |
| 20 | hold an appropriate Arkansas teaching license or be exceptionally well       |
| 21 | qualified in the field of early childhood education.                         |
| 22 | (6) Funds shall be used for activities designed to increase                  |
| 23 | student achievement in reading, writing, and mathematics in pre-kindergarter |
| 24 | through grade one (1).   |
| 25 | (7) Specific activities exceeding minimum requirements eligible              |
| 26 | for National School Lunch Act student funding, include, but are not limited  |
| 27 | <u>to:</u>   |
| 28 | (A) Hiring literacy or mathematics specialists;                              |
| 29 | (B) Hiring literacy coaches;   |
| 30 | (C) Providing professional development in the areas of                       |
| 31 | reading and writing literacy or mathematics;                                 |
| 32 | (D) Purchasing computers or software, or other                               |
| 33 | improvements in technology to assist in instructional activities;            |
| 34 | (E) Establishing before and after school instructional                       |
| 35 | activities;  |
| 36 | (F) Extending school year instructional activities, and                      |

| 1  | (G) Establishing, maintaining or expanding pre-                                   |
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| 2  | kindergarten through grade one (1) programs.                                      |
| 3  |   |
| 4  | SECTION 5. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE                      |
| 5  | ARKANSAS CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW.       |
| 6  | ALTERNATIVE LEARNING.   |
| 7  | (a) For the purpose of distributing alternative learning funding to               |
| 8  | school districts as appropriated in Item (50) of Section 1 of Act 51 of the       |
| 9  | First Extraordinary Session of 2003 as amended by this act, alternative           |
| 10 | learning funding is funding for student intervention programs in compliance       |
| 11 | with Arkansas Code §§ 6-18-508 and 6-18-509 that seek to eliminate                |
| 12 | traditional barriers to learning for students and that include a component        |
| 13 | for the education of gifted and talented students.                                |
| 14 | (b) DEFINITIONS.  |
| 15 | (1) "Alternative learning environment" means a non-traditional                    |
| 16 | or flexible instructional program, designed to improve student achievement in     |
| 17 | the core academic subjects that the students could not achieve in a regular       |
| 18 | classroom environment, and that meets the eligibility requirements for            |
| 19 | funding purposes.   |
| 20 | (2) "Alternative learning student" means a student enrolled in                    |
| 21 | an eligible alternative learning environment for a minimum of twenty (20)         |
| 22 | consecutive days per school year.   |
| 23 | (3) "Full-time equivalent alternative learning student" means an                  |
| 24 | alternative learning student who has at least six (6) hours per day of            |
| 25 | student/teacher interaction time in the alternative learning environment.         |
| 26 | (4) "Half-time equivalent alternative learning student" means an                  |
| 27 | alternative learning student who has at least three (3) hours per day of          |
| 28 | student/teacher interaction time in the alternative learning environment;         |
| 29 | (5) "Quarter time equivalent alternative learning student" means                  |
| 30 | an alternative learning student in kindergarten through grade six (K-6) who       |
| 31 | has at least one and one-half (1 $\frac{1}{2}$ ) hours per day of student/teacher |
| 32 | interaction time in the alternative learning environment.                         |
| 33 | (c) ALTERNATIVE LEARNING ENVIRONMENT ELIGIBILITY REQUIREMENTS. The                |
| 34 | alternative learning environment shall:   |
| 35 | (1) Have students supervised by a currently licensed teacher;                     |
| 36 | (2) Have a student/teacher ratio in the alternative learning                      |

| 1  | environment of no more than twenty (20) to one (1). If an aide is employed    |
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| 2  | in addition to a licensed supervisor, the student/teacher ratio shall be no   |
| 3  | more than twenty-two (22) to one (1);   |
| 4  | (3) Provide each alternative learning student access to the                   |
| 5  | services of a school counselor or a mental health professional; and           |
| 6  | (4) Provide a curriculum including mathematics, science, social               |
| 7  | studies, and language arts correlated with the regular classroom instruction  |
| 8  | or with the standards for the tests of General Educational Development.       |
| 9  | (d) FUNDING FOR ALTERNATIVE LEARNING ENVIRONMENTS. For the 2003-2004          |
| 10 | school year, alternative learning environment funding shall be two thousand   |
| 11 | five hundred dollars (\$2,500) for each full-time equivalent identified       |
| 12 | alternative learning environment student reported in the 2002-2003 school     |
| 13 | year.   |
| 14 | (e) RESTRICTED USE OF FUNDS.  |
| 15 | (1) Any funds received by a local school district under this                  |
| 16 | regulation may only be expended for eligible alternative learning environment |
| 17 | programs.   |
| 18 | (2) For monitoring purposes, the school district shall account                |
| 19 | for the funds with a source of funds code and revenue code specified by the   |
| 20 | Department of Education and submit reports as required.                       |
| 21 | (3) Funds distributed shall be exempt from inclusion in                       |
| 22 | calculations of additional base funding under Arkansas Code § 6-20-303 and    |
| 23 | the Federal Range Ratio, 34 C.F.R. § 222.61, et seq., (1994), under the       |
| 24 | exemption provision for revenues generated for students with special          |
| 25 | educational needs.  |
| 26 |   |
| 27 | SECTION 6. EMERGENCY CLAUSE. It is found and determined by the                |
| 28 | General Assembly that the Constitution of the State of Arkansas requires the  |
| 29 | state to maintain a general, suitable, and efficient system of free public    |
| 30 | schools; that the Supreme Court of Arkansas issued an opinion in November     |
| 31 | 2002 declaring the current school-funding system unconstitutional; that in    |
| 32 | order to implement a school-funding system that meets constitutional          |
| 33 | compliance, funds must be made available immediately to the Department of     |
| 34 | Education to provide assistance and support for schools declared to be in     |
| 35 | academic distress; that this act is immediately necessary because the         |
| 36 | effectiveness of this Act on its passage and approval is essential to the     |

| 1  | operation of the agency for which the appropriations in this Act are          |
|----|---|
| 2  | provided, and that in the event of an extension of the Second Extraordinary   |
| 3  | Session of 2003, the delay in the effective date of this Act upon its passage |
| 4  | and approval could work irreparable harm upon the proper administration and   |
| 5  | provision of essential governmental programs. Therefore, an emergency is      |
| 6  | declared to exist and this act being immediately necessary for the            |
| 7  | preservation of the public peace, health, and safety shall become effective   |
| 8  | <u>on:</u>  |
| 9  | (1) The date of its approval by the Governor;                                 |
| 10 | (2) If the bill is neither approved nor vetoed by the Governor,               |
| 11 | the expiration of the period of time during which the Governor may veto the   |
| 12 | bill; or  |
| 13 | (3) If the bill is vetoed by the Governor and the veto is                     |
| 14 | overridden, the date the last house overrides the veto.                       |
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| 16 | /s/ Broadway  |
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