1	State of Arkansas As Engrossed: \$12/26/03 \$12/29/03 \$12/29/03 \$12/30/03 Call Item 4   A D:11
2	84th General Assembly A Bill
3	Second Extraordinary Session, 2003 SENATE BILL 43
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5	By: Senators Broadway, Bisbee
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8	For An Act To Be Entitled
9	AN ACT TO AMEND ACT 51 OF THE FIRST EXTRAORDINARY
10	SESSION OF 2003 TO PROVIDE FUNDING FOR NATIONAL
11	SCHOOL LUNCH ACT STUDENTS; AND FOR OTHER
12	PURPOSES.
13	
14	Subtitle
15	AN ACT TO AMEND ACT 51 OF THE FIRST
16	EXTRAORDINARY SESSION OF 2003 TO PROVIDE
17	FUNDING FOR NATIONAL SCHOOL LUNCH ACT
18	STUDENTS IN ARKANSAS SCHOOLS
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21	BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:
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23	SECTION 1. Section 1, Item Number (13) POVERTY INDEX, of Act 51 of the
24	First Extraordinary Session of 2003 is amended to read as follows:
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26	ITEM FISCAL YEARS
27	<u>NO.</u> <u>2003-2004</u> <u>2004-2005</u>
28	(13) POVERTY INDEX 8,500,000 8,500,000
29	(13) NATIONAL SCHOOL LUNCH ACT STUDENTS 21,500,000 8,500,000
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31	SECTION 2. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE
32	ARKANSAS CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW.
33	FUNDING TRANSFER. Immediately upon the effective date of this act, the Chief
34	Fiscal Officer of the State shall transfer on his books and those of the
35	State Treasurer and the Auditor of the State the sum of sixteen million eight
36	hundred seventy thousand four hundred seven dollars (\$16,870,407) from funds



As Engrossed: S12/26/03 S12/29/03 S12/29/03 S12/30/03

**SB43** 

1	received from the Jobs and Growth Tax Relief Reconciliation Act of 2003,
2	Public Law 108-27, to the Department of Education Public School Fund Account.
3	
4	SECTION 3. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE
5	ARKANSAS CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW.
6	NATIONAL SCHOOL LUNCH ACT FUNDING.
7	(a) For the purpose of distributing National School Lunch Act student
8	funding to school districts as appropriated in Item (13) of Section 1 of Act
9	51 of the First Extraordinary Session of 2003 as amended by this act,
10	National School Lunch Act student funding is funding for students eligible
11	for the free or reduced lunch program. These funds shall be used only for
12	early intervention strategies sanctioned by the Department of Education in
13	reading and writing literacy or mathematics for students in pre-kindergarten
14	through grade one (preK-1).
15	(b) DEFINITIONS.
16	(1) "Pre-kindergarten" means a program developed for children
17	between the ages of three (3) and five (5) years old;
18	(2) "Kindergarten enrollment" means the number of students
19	enrolled in kindergarten on October 1 of each year;
20	(3) "Grade one (1) enrollment" means the number of students
21	enrolled in grade one (1) on October 1 of each year;
22	(4) "Eligible student" means a child who is at least three (3)
23	years old and participating in an approved program or is enrolled in grades
24	kindergarten or one (1) in an eligible public school;
25	(5) "Percent of free and reduced lunch program" means the total
26	amount of National School Lunch Act students divided by the total
27	kindergarten and grade one (1) enrollment;
28	(6) "National School Lunch Act (NSLA) students" means those
29	students from low socio-economic backgrounds in grades kindergarten through
30	grade one (k-1) by eligibility for free or reduced-priced meals under the
31	National School Lunch Act as calculated on the October 1 of each year and
32	submitted to the department in the Arkansas Public School Computer Network
33	Cycle 2 Report.
34	(c) CALCULATION OF NATIONAL SCHOOL LUNCH ACT STUDENT FUNDING.
35	(1) National School Lunch Act student funding shall be
36	calculated using the following data elements from the previous fiscal year:

1	(A) Kindergarten enrollment;
2	(B) Grade one (1) enrollment;
3	(C) Kindergarten National School Lunch Act students; and
4	(D) Grade one (1) National School Lunch Act students.
5	(2) For the 2003-2004 school year, National School Lunch Act
6	student funding for each identified National School Lunch Act student shall
7	be as follows:
8	(A) For schools in which eighty percent (80%) or greater
9	of the enrolled students are National School Lunch Act students, funding
10	shall be seven hundred fifty dollars (\$750) per NSLA student;
11	(B) For schools in which at least sixty percent (60%) but
12	less than eighty percent (80%) of the enrolled students are National School
13	Lunch Act students, funding shall be four hundred dollars (\$400) per NSLA
14	student; and
15	(C) For schools in which less than sixty percent (60%) of
16	the enrolled students are National School Lunch Act students, funding shall
17	be three hundred dollars (\$300) per NSLA student.
18	(3) Funding for National School Lunch Act students shall be
19	based on the number of students eligible for free or reduced-price lunch
20	program under the National School Lunch Act identified on the October 1,
21	enrollment report submitted to the Department of Education each year;
22	submitted in October of 2002.
23	(4) The amount of National School Lunch Act student funding a
24	school district shall receive for the schools in the district is equal to the
25	product of the amount determined under subdivision (c)(2) of this section
26	times the number of eligible free and reduced students enrolled in grades
27	kindergarten and one (1).
28	(5) For monitoring purposes, the school district shall account
29	for the funds with a source of funds code and revenue code specified by the
30	department and shall submit reports as required.
31	(d) RESTRICTED USE OF FUNDS.
32	(1) Funds received by a school shall be restricted to early
33	intervention programs approved by the department.
34	(2) Moneys distributed shall be exempt from inclusion in
35	calculations of additional base funding under Arkansas Code § 6-20-303 and
36	the Federal Range Ratio, 34 C.F.R. § 222.61, et seq., (1994), under the

**SB43** 

1	exemption provision for revenues generated for students with low socio-
2	economic status.
3	(3) Schools may carry NSLA balances over from one fiscal year to
4	the next. These balances shall be restricted to approved programs.
5	(4) Funds shall only be used to benefit students in an eligible
6	public school.
7	(5) Any additional personnel to be employed by the school shall
8	hold an appropriate Arkansas teaching license or be exceptionally well
9	qualified in the field of early childhood education.
10	(6) Funds shall be used for programs designed to increase
11	student achievement in reading, writing, and mathematics in pre-kindergarten
12	through grade one (1).
13	(7) Specific program activities exceeding minimum requirements
14	eligible for National School Lunch Act student funding, include, but are not
15	limited to:
16	(A) Hiring literacy or mathematics specialists;
17	(B) Hiring literacy coaches;
18	(C) Providing professional development in the areas of
19	reading and writing literacy or mathematics;
20	(D) Purchasing computers or software, or other
21	improvements in technology to assist in instructional activities;
22	(E) Establishing before and after school instructional
23	activities;
24	(F) Extending school year instructional activities; and
25	(G) Establishing, maintaining or expanding pre-
26	kindergarten through grade one (1) programs.
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28	SECTION 4. EMERGENCY CLAUSE. It is found and determined by the
29	General Assembly that the Constitution of the State of Arkansas requires the
30	state to maintain a general, suitable, and efficient system of free public
31	schools; that the Supreme Court of Arkansas issued an opinion in November
32	2002 declaring the current school-funding system unconstitutional; that in
33	order to implement a school-funding system that meets constitutional
34	compliance, funds must be made available immediately to the Department of
35	Education to provide assistance and support for schools; that this act is
36	immediately necessary because the effectiveness of this Act on its passage

## As Engrossed: S12/26/03 S12/29/03 S12/29/03 S12/30/03

1	and approval is essential to the operation of the agency for which the
2	appropriations in this Act are provided, and that in the event of an
3	extension of the Second Extraordinary Session of 2003, the delay in the
4	effective date of this Act upon its passage and approval could work
5	irreparable harm upon the proper administration and provision of essential
6	governmental programs. Therefore, an emergency is declared to exist and this
7	act being immediately necessary for the preservation of the public peace,
8	health, and safety shall become effective on:
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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