1	State of Arkansas	A D:11	
2	88th General Assembly	A Bill	
3	Regular Session, 2011		HOUSE BILL 1951
4			
5	By: Representative Lea		
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7		For An Act To Be Entitled	
8	AN ACT TO AMEND THE ARKANSAS REVENUE STABILIZATION		
9	LAW; AND	FOR OTHER PURPOSES.	
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11		S-164:41	
12		Subtitle	
13		ACT TO AMEND THE ARKANSAS REVENUE	
14	STA	BILIZATION LAW OF ARKANSAS.	
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16		CENEDAL ACCEMPLY OF THE CHAME OF ADIAL	
17 18	DE II ENACIED DI INE	GENERAL ASSEMBLY OF THE STATE OF ARKAN	NDAD:
10 19		ansas Code § 19-5-302(5) is amended to	road as follows to
20	correct the name of a		lead as lollows to
21		epartment of <u>Arkansas</u> Economic Develop	ment Commission
22		partment of <u>Arkansas</u> Economic Develop	
23		e used for the maintenance, operation,	
24		nsas Economic Development Commission an	-
25		Council in carrying out the powers, fu	
26	-	\$\$ 15-4-101, 15-4-102, 15-4-201 - 15-4	
27		15-4-501 - 15-4-524, and 15-10-201 -	
28	duties imposed by law	v upon the Arkansas Economic Developmen	nt Commission or
29	the Arkansas Energy (Office.	
30	(B) The H	Department of <u>Arkansas</u> Economic Develop	pment <u>Commission</u>
31	Fund Account shall co	onsist of:	
32	(i)) Those general revenues as may be prov	vided by law;
33	(ii	i) Non-revenue income derived from serv	vices performed by
34	the various divisions	s of the Arkansas Economic Development	Council; and
35	(ii	ii) Any other funds that may be provide	ed by law;
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1 SECTION 2. Arkansas Code 19-5-303(ee)(3), concerning the National Park 2 Community College Fund, is amended to read as follows: 3 (3) The National Park Community College Fund shall consist of: 4 Those general revenues transferred each month from the (A) 5 Garland County Community College Fund and the Quapaw Technical Institute Fund 6 Account; 7 (B) The June 30, 2003, balances in the Garland County Community 8 College Fund and the Quapaw Technical Institute Fund Account; and 9 (C) Any other funds made available for the support of the 10 National Park Community College which are required to be deposited into the 11 State Treasury by law. 12 SECTION 3. Arkansas Code 19-5-304 concerning the Education Fund, is 13 14 amended to read as follows: 15 19-5-304. Education Fund. 16 The Education Fund shall consist of the following funds and fund accounts 17 made available for the support of the Department of Education and the 18 Department of Workforce Career Education and shall be used for the same 19 purposes as set out for the following fund accounts: 20 (1)(A) Department of Education Fund Account. The Department of 21 Education Fund Account shall be used to provide for the maintenance, 22 operation, and improvement of the Department of Education as created by § 6-23 10-101 et seq., and any other laws imposing functions, powers, and duties 24 upon the State Board of Education, the Department of Education, and the 25 Commissioner of Education, including, but not necessarily limited to, history 26 textbooks expenses, the Publishing Revolving Account, audio-visual services, 27 textbooks operation, compact for education, including the state's membership, 28 and the state's contribution to the Southern Regional Education Board. 29 (B) The Department of Education Fund Account shall consist of: 30 (i) Those general revenues as may be provided by the 31 Revenue Stabilization Law, § 19-5-101 et seq.; and 32 (ii) Nonrevenue income derived from services provided by 33 those programs supported from the Department of Education Fund Account, 34 including any rental property located on the State Capitol grounds owned by 35 the Department of Education; 36 (2)(A) Department of Workforce Career Education Fund Account. The

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1 Department of Workforce Career Education Fund Account shall be used to 2 provide support for those programs placed under the direction of the Director 3 of the Department of Workforce Career Education as authorized by §§ 6-11-101, 4 6-11-102, 25-6-101, 25-6-102, and Acts 1981, No. 64, § 4, and any other laws 5 imposing functions, powers, and duties upon the State Board of Workforce 6 Career Education and Career Opportunities, including, but not necessarily 7 limited to, the following: 8 (i) Vocational, technical, and adult education; 9 (ii) Adult basic education; 10 (iii) Manpower training; 11 (iv) Vocational standards; 12 (v) Industry training programs; and 13 (vi) Those functions, programs, and responsibilities 14 transferred to the Department of Workforce Career Education as authorized by 15 these statutes. 16 (B) The Department of Workforce Career Education Fund Account 17 shall consist of those general revenues as may be provided by the Revenue 18 Stabilization Law, § 19-5-101 et seq.; 19 (3)(A) Educational Television Fund Account. The Educational 20 Television Fund Account shall be used for the maintenance, operation, and 21 improvement required by the Educational Television Division of the Department 22 of Education in carrying out those powers, functions, and duties of the 23 Arkansas Educational Television Commission as set out in § 6-3-101 et seq. or 24 other duties imposed by law upon the commission. 25 (B) The Educational Television Fund Account shall consist of 26 those general revenues as may be provided by law and nonrevenue income 27 derived from services provided by the Educational Television Division and any 28 other nonfederal grant funds provided by law; 29 (4)(A) State Library Fund Account. The State Library Fund Account 30 shall be used for the maintenance, operation, and improvement required by the 31 Library Division of the Department of Education in carrying out the powers, 32 functions, and duties as set out in § 13-2-201 et seq. or any other duties 33 imposed by law upon the State Library Commission, which were transferred to 34 the Department of Education by §§ 6-11-101, 6-11-102, and 25-6-102. 35 (B) The State Library Fund Account shall consist of those

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general revenues as may be provided by law and nonrevenue income derived from

services provided by the Library Division of the Department of Education and
 any other nonfederal grant funds provided by law;

3 (5)(A) School for the Blind Fund Account. The School for the Blind
4 Fund Account shall be used for the maintenance, operation, and improvement
5 required by the Arkansas School for the Blind in carrying out those powers,
6 functions, and duties as set out in § 6-43-101 et seq. and § 6-43-201 et seq.

7 (B) The School for the Blind Fund Account shall consist of those
8 general revenues as may be provided by law and nonrevenue income derived from
9 services provided by the Arkansas School for the Blind and any other
10 nonfederal grant funds provided by law.

11 (C) Federal reimbursement funds received on account of 12 vocational education programs conducted by the Arkansas School for the Blind 13 shall not be deposited to the School for the Blind Fund Account;

(6)(A) School for the Deaf Fund Account. The School for the Deaf Fund
Account shall be used for the maintenance, operation, and improvement
required by the Arkansas School for the Deaf in carrying out the powers,
functions, and duties as set out in § 6-43-301 et seq. or other duties
imposed by law upon the Arkansas School for the Deaf, which were transferred
to the Department of Education by §§ 6-11-101, 6-11-102, and 25-6-102.

(B) The School for the Deaf Fund Account shall consist of those
general revenues as may be provided by law and nonrevenue income derived from
services provided by the Arkansas School for the Deaf and any other
nonfederal grant funds provided by law.

(C) Federal reimbursement funds received on account of
vocational education programs conducted by the Arkansas School for the Deaf
shall not be deposited to this account;

(7) (A) Rehabilitation Services Fund Account. The Rehabilitation
Services Fund Account shall be used for the maintenance, operation, and
improvement required by the Arkansas Rehabilitation Services of the
Department of Workforce Career Education in carrying out the powers,
functions, and duties, as set out in § 6-52-101 et seq., § 20-79-201 et seq.,
and § 25-30-201 et seq., and for the adult handicapped program at the
Arkansas Health Center.

34 (B) The Rehabilitation Services Fund Account shall consist of:
35 (i) Those general revenues as may be provided by law;
36 (ii) Nonrevenue income derived from services provided by

1 rehabilitation programs of the Arkansas Rehabilitation Services of the 2 Department of Workforce Career Education; and 3 (iii) Any other nonfederal grant funds provided by law; 4 Technical Institute and Other Education Fund Accounts. The (8)(A) 5 Arkansas Tech University - Ozark Campus Fund Account shall be used for the 6 maintenance, operation, and improvement of Arkansas Tech University - Ozark 7 Campus. The Arkansas Tech University - Ozark Campus Fund Account shall 8 consist of: 9 (i) Those general revenues as may be provided by law; and 10 (ii) Any other funds made available for the support of 11 Arkansas Tech University - Ozark Campus that are required to be deposited 12 into the State Treasury by law. 13 (B) (A) The Crowley's Ridge Technical Institute Fund Account 14 shall be used for the maintenance, operation, and improvement of the 15 Crowley's Ridge Technical Institute. The Crowley's Ridge Technical Institute 16 Fund Account shall consist of: 17 (i) Those general revenues as may be provided by law; and 18 (ii) Any other funds made available for the support of the 19 Crowley's Ridge Technical Institute which are required to be deposited into 20 the State Treasury by law. 21 (G) (B) The Northwest Technical Institute Fund Account shall be 22 used for the maintenance, operation, and improvement of the Northwest 23 Technical Institute. The Northwest Technical Institute Fund Account shall 24 consist of: 25 (i) Those general revenues as may be provided by law; and 26 (ii) Any other funds made available for the support of the 27 Northwest Technical Institute which are required to be deposited into the 28 State Treasury by law. 29 (D) The Quapaw Technical Institute Fund Account shall be used 30 for the maintenance, operation, and improvement of the Quapaw Technical Institute. The Quapaw Technical Institute Fund Account shall consist of: 31 32 (i) Those general revenues as may be provided by law; and 33 (ii) Any other funds made available for the support of the Quapaw Technical Institute which are required to be deposited into the State 34 35 Treasury by law. 36 (E) (C) The Riverside Vocational Technical School Fund Account

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shall be used for the maintenance, operation, and improvement of the Riverside Vocational Technical School. The Riverside Vocational Technical School Fund Account shall consist of: (i) Those general revenues as may be provided by law; and (ii) Any other funds made available for the support of the Riverside Vocational Technical School which are required to be deposited into the State Treasury by law; (9)(A) Educational Facilities Partnership Fund Account. The Educational Facilities Partnership Fund Account shall be used for distribution of grants for programs providing academic school facility and transportation assistance to the public school districts as may be provided by law. (B) The Educational Facilities Partnership Fund Account shall consist of: (i) Those general revenues as may be provided by law; (ii) Moneys transferred from the General Improvement Fund; and (iii) Any other moneys as may be provided by law; and (10)(A) Division of Public School Academic Facilities and Transportation Fund Account. The Division of Public School Academic Facilities and Transportation Fund Account shall be used for the maintenance, operation, and improvement required by the Division of Public School Academic Facilities and Transportation of the Department of Education as may be provided by law. (B) The Division of Public School Academic Facilities and Transportation Fund Account shall consist of: (i) Those general revenues as may be provided by law; and (ii) Any other funds made available for the support of the Division of Public School Academic Facilities and Transportation of the Department of Education. SECTION 4. Arkansas Code §19-5-305, concerning the Public School Fund, is amended to read as follows: 19-5-305. Public School Fund.

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35 (a) The Public School Fund shall consist of the following fund accounts36 and funds made available for the support of the Department of Education, the

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1 Department of Workforce Education, and the Arkansas State Library of the 2 Department of Education and the Department of Career Education, and shall be 3 used for the same purposes as set out for the following fund accounts: 4 (1) Department of Education Public School Fund Account. The 5 Department of Education Public School Fund Account shall be used for grants 6 and aids for the programs administered by the Department of Education 7 consisting of, but not limited to: as authorized by law. 8 (A) Teacher retirement matching; 9 (B) Handicapped children; 10 (C) Aid to the county general; 11 (D) Guidance services; 12 (E) Transportation aid; (F) State equalization aid; 13 14 (C) State apportionment; 15 (H) Orphans' aid; (I) Child guidance center; 16 (J) Surplus commodities distribution; 17 (K) Crippled children; 18 (L) Early childhood education; 19 (M) School food services; 20 (N) Economic education; 21 22 (0) Textbook grants; and 23 (P) Such other grants and aids as may be authorized by law for disbursement by the Department of Education; 24 25 Department of Workforce Career Education Public School Fund (2) 26 The Department of Workforce Career Education Public School Fund Account. 27 Account shall be used for grants and aids for the programs administered by 28 the Department of Workforce Career Education consisting of, but not limited 29 to: 30 (A) General adult education grants; 31 (B) Adult basic education grants; 32 (C) Manpower development and training grants; 33 (D) Vocational-technical and adult education; and 34 (E) Such other grants and aids as may be authorized by law for 35 disbursement by the Department of Workforce Career Education; and 36 (3) State Library Public School Fund Account. The State Library

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Public School Fund Account shall be used for Aid to Public Libraries as administered by the Arkansas State Library of the Department of Education. (b) The Public School Fund shall consist of those moneys as may be

3 (b) The
4 provided by:

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(1) The Revenue Stabilization Law, § 19-5-101 et seq.;

6 (2) Any federal mineral leasing funds, federal forest reserve funds, 7 federal flood control funds, or any other similar turnback funds in the State 8 Treasury for which the eligible county or school district cannot be 9 identified;

10 (3) Fines collected pursuant to § 6-21-410 under the Free Textbook Act
11 of 1975, § 6-21-401 et seq.;

12 (4) Funds remitted by county treasurers for those school districts
13 which have local revenue per student in excess of the local base per student,
14 as set out in § 26-80-101(c);

15 (5) Amusement machine revenues up to and including thirty thousand 16 dollars (\$30,000), as set out in § 26-57-407;

17 (6) Additional rental vehicle tax revenues in excess of two million
18 eight hundred and fifty thousand dollars (\$2,850,000), § 26-63-302, to be
19 used exclusively for teacher salaries; and

(7) Such other funds as may be authorized by law.

21 (c)(1) There is authorized a transfer of up to two hundred thousand dollars 22 (\$200,000) per year from the Public School Fund to the Department of 23 Education Fund Account or the Department of Workforce Career Education Fund 24 Account, or a portion thereof to both, by the Treasurer of State and the 25 Chief Fiscal Officer of the State, upon certification as to the amount 26 required by the Commissioner of Education or by the Director of the 27 Department of Workforce Career Education, or both, to the Chief Fiscal 28 Officer of the State.

(2) This transfer shall be used to provide additional support for the
 administration of the handicapped children program and the vocational technical and adult education program.

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33 SECTION 5. Arkansas Code 19-5-306(1) concerning the Department of Human
 34 Services Fund, is amended to read as follows:

35 19-5-306. Department of Human Services Fund.

36 The Department of Human Services Fund shall consist of the following fund

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1 accounts and funds made available for the support of the Department of Human 2 Services and shall be used for the same purposes as set out for the following 3 fund accounts:

4 (1)(A) <u>Mental Behavioral</u> Health Services Fund Account. The <u>Mental</u> 5 <u>Behavioral</u> Health Services Fund Account shall be used for the maintenance, 6 operation, and improvement required by the Division of Behavioral Health of 7 the Department of Human Services in carrying out the powers, functions, and 8 duties, as set out in § 20-46-101 et seq. and § 25-10-101 et seq., or other 9 duties imposed by law upon the Arkansas State Hospital.

10 (B) The <u>Mental Behavioral</u> Health Services Fund Account shall
11 consist of:

12 (i) Those general revenues as may be provided by law;
13 (ii) Nonrevenue income derived from services provided by
14 the Arkansas State Hospital;

15 (iii) Federal reimbursement received on account of 16 eligible expenditures;

17 (iv) Paying patient fees and other funds as may be 18 provided by law;

19 (v) Funds received from local sources for community20 program matching; and

21 (vi) Funds received from the Division of Medical Services 22 of the Department of Human Services;

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24 SECTION 6. Arkansas Code 19-5-501(b)(1)(C), concerning the Budget 25 Stabilization Trust Fund, is amended to read as follows:

26 (C) The loans made to the Income Tax Refund Fund, to the Gasoline Tax 27 Refund Fund, to the Interstate Motor Fuel Tax Refund Fund, and to those other 28 funds established in the Revenue Classification Law, § 19-6-101 et seq., are 29 to be repaid on the last day of the month of which the loan was made. 30 However, loans made to the Department of Human Services Fund during June of 31 any fiscal year for making cash assistance payments to eligible individuals 32 under the Temporary Assistance for Needy Families Program for delivery on or 33 about July 1 of the following fiscal year shall be repaid on or before July 34 31 of the fiscal year following the fiscal year in which the loan was made; and loans made to the Department of Human Services for the Developmental 35 36 Disabilities Services Fund Account and the Mental Behavioral Health Services

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1	Fund Account in the last month of a fiscal year for federal reimbursement for		
2	Medicaid and Medicare eligible services shall be repaid immediately upon		
3	receipt of reimbursement but no later than July 31 of the fiscal year		
4	following the fiscal year in which the loan was made.		
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6	SECTION 7. Arkansas Code 19-5-1043(b)(2), concerning the Drug Abuse		
7	Prevention and Treatment Fund, is amended to read as follows:		
8	(2) Such general revenue as transferred from the Mental Behavioral		
9	Health Services Fund Account;		
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11	SECTION 8. Any funds appropriated by the Eighty-Eighth General Assembly		
12	from the Department of Workforce Education Fund Account shall be deemed		
13	payable from the Department of Career Education Fund Account.		
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15	SECTION 9. Any funds appropriated by the Eighty-Eighth General Assembly		
16	from the Department of Workforce Education Public School Fund Account shall		
17	be deemed payable from the Department of Career Education Public School Fund		
18	Account.		
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20	SECTION 10. Any funds appropriated by the Eighty-Eighth General		
21	Assembly from the Mental Health Services Fund Account shall be deemed payable		
22	from the Behavioral Health Services Fund Account.		
23			
24	SERVICE 11. Any funds appropriated by the Eighty-Eighth General		
25	Assembly from the Department of Economic Development Fund Account shall be		
26	deemed payable from the Arkansas Economic Development Commission Fund		
27	Account.		
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29	SECTION 12. EMERGENCY CLAUSE. It is hereby found and determined by the		
30	General Assembly of the State of Arkansas that changes in the state's fiscal		
31	laws must take effect at the beginning of the fiscal year, that if the		
32	current legislative session is extended such that the 90 day period is later		
33	than July 1, 2011 the changes will not be timely. Therefore, an emergency is		
34	declared to exist and this act being immediately necessary for the		
35	preservation of the public peace, health, and safety shall become effective		
36	on July 1, 2011.		