

"AN ACT TO AMEND VARIOUS SECTIONS OF ACT 945 OF 1987 TO PROVIDE FOR EARLY DISTRIBUTION AND LOANS OF GENERAL REVENUES TO THE COUNTY AND MUNICIPAL AID FUNDS; AND FOR OTHER PURPOSES."

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:

SECTION 1. Subparagraph (IV) of Paragraph (2) of Subsection (O) of Section 4 of Act 945 of 1987 is hereby amended as follows:

"(IV) The maximum amount of funds that may be loaned to the funds established in the Revenue Classification Law of Arkansas shall be ninety-seven percent (97%) of the estimated revenues to be deposited into the State Treasury during that month to the credit of the State Apportionment Fund and which will become available to such operating fund at the end of the month, excluding the Department of Correction Farm Fund, the Department of Correction Industries Fund, the Department of Arkansas State Police Fund, and the State Forestry Fund. Loans and distribution of general revenue funds made to the County and Municipal Aid Funds are to be made on the basis and to the extent of the funds estimated to be available as set out in Paragraph (A) of Subsection (1) of Section 11 hereof so that an equal monthly distribution of general revenues is made, based upon the Chief Fiscal Officer of the State's monthly forecasts of general revenue distribution. Provided, however, that for the fiscal year commencing July 1, 1987 and ending June 30, 1988, loans may be made to the County Aid Fund in the amount of \$1,900,000, and to the Municipal Aid Fund in the amount of \$3,500,000 above the equal monthly distribution of General Revenues. Such advance loans, if made, shall be repaid on or before the last day of June, 1988."

SECTION 2. EMERGENCY. It is hereby found and determined by the Seventy-Sixth General Assembly meeting in the First Extraordinary Session that several cities and counties of this state are suffering from severe financial limitations and are unable to pay for obligations which they have incurred in providing workers' compensation coverage for their employees without the provisions of this Act; therefore, an emergency is hereby declared to exist and this Act being necessary for the preservation of the public peace, health and safety shall be in full force and effect from and after July 1, 1987.

APPROVED: June 26, 1987

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