

**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.
Act 333 of the Regular Session**

1 State of Arkansas
2 86th General Assembly
3 Regular Session, 2007
4

A Bill

HOUSE BILL 1329

5 By: Joint Budget Committee
6
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For An Act To Be Entitled

9 AN ACT TO MAKE AN APPROPRIATION FOR PERSONAL
10 SERVICES AND OPERATING EXPENSES FOR THE STATE
11 BOARD OF FINANCE FOR THE PURPOSE OF MANAGING AND
12 INVESTING THE TOBACCO SETTLEMENT PROCEEDS FOR THE
13 BIENNIAL PERIOD ENDING JUNE 30, 2009; AND FOR
14 OTHER PURPOSES.
15

Subtitle

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18 AN ACT FOR THE STATE BOARD OF FINANCE -
19 FOR PERSONAL SERVICES AND OPERATING
20 EXPENSES APPROPRIATION FOR THE 2007-2009
21 BIENNIUM.
22
23

24 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:
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26 SECTION 1. REGULAR SALARIES - OPERATIONS. There is hereby established for
27 the State Board of Finance for the 2007-2009 biennium, the following maximum
28 number of regular employees whose salaries shall be governed by the
29 provisions of the Uniform Classification and Compensation Act (Arkansas Code
30 §§21-5-201 et seq.), or its successor, and all laws amendatory thereto.
31 Provided, however, that any position to which a specific maximum annual
32 salary is set out herein in dollars, shall be exempt from the provisions of
33 said Uniform Classification and Compensation Act. All persons occupying
34 positions authorized herein are hereby governed by the provisions of the
35 Regular Salaries Procedures and Restrictions Act (Arkansas Code §21-5-101),



1 or its successor.

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Item No.	Class Code	Title	Maximum No. of Employees	Maximum Annual Salary Rate Fiscal Years	
				2007-2008	2008-2009
(1)	A006	ACCOUNTING SUPERVISOR I	1	GRADE 20	
(2)	R264	MANAGEMENT PROJECT ANALYST I	1	GRADE 18	
		MAX. NO. OF EMPLOYEES	2		

SECTION 2. APPROPRIATION - OPERATIONS. There is hereby appropriated, to the State Board of Finance, to be payable from the Healthy Century Trust Fund from investment earnings, for personal services and operating expenses necessary to manage and invest proceeds from the Tobacco Settlement for the biennial period ending June 30, 2009, the following:

ITEM NO.	FISCAL YEARS	
	2007-2008	2008-2009
(01) REGULAR SALARIES	\$ 56,394	\$ 57,521
(02) PERSONAL SERVICES MATCHING	19,820	20,047
(03) MAINT. & GEN. OPERATION		
(A) OPER. EXPENSE	25,000	25,000
(B) CONF. & TRAVEL	500	500
(C) PROF. FEES	100,000	100,000
(D) CAP. OUTLAY	0	0
(E) DATA PROC.	0	0
TOTAL AMOUNT APPROPRIATED	<u>\$ 201,714</u>	<u>\$ 203,068</u>

SECTION 3. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. CARRY FORWARD. Such appropriation as is authorized in this Act which remains at the end of the first fiscal year of the biennium may be carried forward into the second fiscal year of the biennium there to be used for the same purposes.

Any carry forward of unexpended balance of appropriation and/or funding as authorized herein, may be carried forward under the following conditions:

1 (1) Prior to June 30, 2008 the Agency shall by written statement set forth
 2 its reason(s) for the need to carry forward said appropriation and/or funding
 3 to the Department of Finance and Administration Office of Budget;

4 (2) The Department of Finance and Administration Office of Budget shall
 5 report to the Arkansas Legislative Council all amounts carried forward from
 6 the first fiscal year of the biennium to the second fiscal year of the
 7 biennium by the September Arkansas Legislative Council or Joint Budget
 8 Committee meeting in the second fiscal year of the biennial period which
 9 report shall include the name of the Agency, Board, Commission or Institution
 10 and the amount of the appropriation and/or funding carried forward from the
 11 first fiscal year to the second fiscal year, the program name or line item,
 12 the funding source of that appropriation and a copy of the written request
 13 set forth in (1) above;

14 (3) Each Agency, Board, Commission or Institution shall provide a written
 15 report to the Arkansas Legislative Council or Joint Budget Committee
 16 containing all information set forth in item (2) above, along with a written
 17 statement as to the current status of the project, contract, purpose etc. for
 18 which the carry forward was originally requested no later than thirty (30)
 19 days prior to the time the Agency, Board, Commission or Institution presents
 20 its budget request to the Arkansas Legislative Council/Joint Budget
 21 Committee; and

22 (4) Thereupon, the Department of Finance and Administration shall include
 23 all information obtained in item (3) above in the biennial budget manuals
 24 and/or a statement of non-compliance by the Agency, Board, Commission or
 25 Institution.

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 27 SECTION 4. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
 28 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. TRANSFER
 29 RESTRICTIONS. The appropriations provided in this act shall not be
 30 transferred under the provisions of Arkansas Code 19-4-522 or the provisions
 31 of Arkansas Code 6-62-104, but only as provided by this act.
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33 SECTION 5. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
 34 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. TRANSFERS
 35 OF APPROPRIATIONS. In the event the amount of any of the budget
 36 classifications of maintenance and general operation in this act are found by

1 the administrative head of the agency to be inadequate, then the agency head
 2 may request, upon forms provided for such purpose by the Chief Fiscal Officer
 3 of the State, a modification of the amounts of the budget classification. In
 4 that event, he shall set out on the forms the particular classifications for
 5 which he is requesting an increase or decrease, the amounts thereof, and his
 6 reasons therefor. In no event shall the total amount of the budget exceed
 7 either the amount of the appropriation or the amount of the funds available,
 8 nor shall any transfer be made from the capital outlay or data processing
 9 subclassifications unless specific authority for such transfers is provided
 10 by law, except for transfers from capital outlay to data processing when
 11 determined by the Department of Information Systems that data processing
 12 services for a state agency can be performed on a more cost-efficient basis
 13 by the Department of Information Systems than through the purchase of data
 14 processing equipment by that state agency. In considering the proposed
 15 modification as prepared and submitted by each state agency, the Chief Fiscal
 16 Officer of the State shall make such studies as he deems necessary. The Chief
 17 Fiscal Officer of the State shall, after obtaining the approval of the
 18 Legislative Council, approve the requested transfer if in his opinion it is
 19 in the best interest of the state.

20 The General Assembly has determined that the agency in this act could be
 21 operated more efficiently if some flexibility is given to that agency and
 22 that flexibility is being accomplished by providing authority to transfer
 23 between certain items of appropriation made by this act. Since the General
 24 Assembly has granted the agency broad powers under the transfer of
 25 appropriations, it is both necessary and appropriate that the General
 26 Assembly maintain oversight of the utilization of the transfers by requiring
 27 prior approval of the Legislative Council in the utilization of the transfer
 28 authority. Therefore, the requirement of approval by the Legislative Council
 29 is not a severable part of this section. If the requirement of approval by
 30 the Legislative Council is ruled unconstitutional by a court of competent
 31 jurisdiction, this entire section is void.

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 33 SECTION 6. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
 34 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW.
 35 POSITIONS. (a) Nothing in this act shall be construed as a commitment of the
 36 State of Arkansas or any of its agencies or institutions to continue funding

1 any position paid from the proceeds of the Tobacco Settlement in the event
2 that Tobacco Settlement funds are not sufficient to finance the position.

3 (b) State funds will not be used to replace Tobacco Settlement funds when
4 such funds expire, unless appropriated by the General Assembly and authorized
5 by the Governor.

6 (c) A disclosure of the language contained in (a) and (b) of this Section
7 shall be made available to all new hire and current positions paid from the
8 proceeds of the Tobacco Settlement by the Tobacco Settlement Commission.

9 (d) Whenever applicable the information contained in (a) and (b) of this
10 Section shall be included in the employee handbook and or Professional
11 Services Contract paid from the proceeds of the Tobacco Settlement.

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13 SECTION 7. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
14 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW.

15 COMPLIANCE WITH OTHER LAWS. Disbursement of funds authorized by this act
16 shall be limited to the appropriation for such agency and funds made
17 available by law for the support of such appropriations; and the restrictions
18 of the State Purchasing Law, the General Accounting and Budgetary Procedures
19 Law, the Regular Salary Procedures and Restrictions Act, or their successors,
20 and other fiscal control laws of this State, where applicable, and
21 regulations promulgated by the Department of Finance and Administration, as
22 authorized by law, shall be strictly complied with in disbursement of said
23 funds.

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25 SECTION 8. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
26 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW.

27 LEGISLATIVE INTENT. It is the intent of the General Assembly that any funds
28 disbursed under the authority of the appropriations contained in this act
29 shall be in compliance with the stated reasons for which this act was
30 adopted, as evidenced by Initiated Act 1 of 2000, the Agency Requests,
31 Executive Recommendations and Legislative Recommendations contained in the
32 budget manuals prepared by the Department of Finance and Administration,
33 letters, or summarized oral testimony in the official minutes of the Arkansas
34 Legislative Council or Joint Budget Committee which relate to its passage and
35 adoption.

