Stricken language would be deleted from and underlined language would be added to law as it existed prior to the 82nd General Assembly.

1	State of Arkansas	A Bill	A at 226 of 1000	
2	82nd General Assembly		Act 236 of 1999	
3	Regular Session, 1999		SENATE BILL 38	
4	Den Leint Destate Committee			
5	By: Joint Budget Committee			
6 7				
, 8		For An Act To Be Entitled		
9	"ΔΝ ΔΟΤ ΤΟ Γ	"AN ACT TO REPEAL ARKANSAS CODE §§19-2-401 THROUGH 19-		
, 10		2-403 WHICH REQUIRES CERTAIN AGENCIES TO SPEND NO MORE		
11		THAN 95% OF THEIR APPROPRIATED AMOUNTS; AND FOR OTHER		
12	PURPOSES. "			
13				
14	Subtitle			
15	"REPEAL OF THE 5% SAVINGS REQUIREMENT FOR			
16	CERTAIN STATE AGENCIES."			
17				
18				
19	BE IT ENACTED BY THE GEN	NERAL ASSEMBLY OF THE STATE OF A	RKANSAS:	
20				
21	SECTION 1. Arkansas Code §19-2-401 through §19-2-403 are hereby			
22	repeal ed.			
23	<u>§ 19-2-401. Exemptions.</u>			
24	The provisions of this section and §§ 19-2-402 and 19-2-403 shall not apply			
25	to:			
26	(1) Appropriations made payable from the Public School Fund;			
27	— (2) Appropriations made to the state-supported institutions of higher			
28	education, including universities, community colleges, technical colleges and			
29	the branches thereof; and technical institutions and comprehensive lifelong			
30	learning centers; and the Department of Education.			
31				
32	Department Fund, State Aid Road Fund, State Highway Special Construction			
33	Account, and Revenue Sha	aring Highway Trust Fund or fund	-accounts thereof.	
34				
35	§ 19-2-402. Restrictions on expenditure of appropriations.			
36	(a) It is hereby declared by the General Assembly that no more than ninety-			

five percent (95%) of any appropriation made by the General Assembly for the 1 2 benefit of any agency, institution, department, board, or commission of this 3 state government, having more than ten (10) authorized employee positions, and that no more than ninety-eight percent (98%) of any appropriation made by the 4 General Assembly for the benefit of any agency, institution, department, 5 board, or commission of state government having ten (10) or fewer authorized 6 7 employee positions, excluding contributions to national and regional organizations, and which such appropriations are supported from general or 8 special revenues or from fees deposited in financial institutions other than 9 the State Treasury, shall be expended or obligated for each year of the 10 11 biennium. 12 (b) For those appropriations made to the Department of Human Services, the saving of appropriation shall be five percent (5%) of the aggregate amount 13 14 appropriated from general or special revenues for the department. (c) Provided, in the case of agencies, boards, commissions, and 15 institutions having ten (10) or fewer authorized employee positions, the 16 17 savings of appropriations shall be two percent (2%) of the aggregate amount 18 appropriated from general or special revenue or from fees deposited in 19 financial institutions other than the State Treasury for the affected agency, 20 board, commission, or institution. (d) On or before July 1 of each fiscal year of the biennium, the Chief 21 22 Fiscal Officer of the State shall report to the Legislative Council the amounts to be saved by each agency, institution, department, board, and 23 commission and where the various agencies, departments, boards, and 24 25 commissions are anticipating making such savings. 26 27 § 19-2-403. Increase in expenditures by executive proclamation. (a) In the event that any agency, board, commission, institution, or 28 29 department demonstrates that the restrictions placed upon them by § 19-2-402 will create an emergency situation affecting the public health, welfare, or 30 safety of the citizens of this state, the Governor shall issue an executive 31 proclamation stating the facts and reasons for such emergency and shall set 32 33 forth the amount of the appropriation which may be utilized over and above the amount determined by § 19-2-402. Provided, however, that the Governor may not 34 increase the expenditure level of appropriations supported from special 35

36 revenues or from fees deposited in financial institutions other than the State

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Treasury by more than two million dollars (\$2,000,000) in the aggregate during 1 2 any one (1) fiscal year for all agencies, boards, commissions, institutions, 3 or departments, and no more than ten million dollars (\$10,000,000) in the aggregate during any one (1) fiscal year for appropriations supported from 4 general revenues for all agencies, boards, commissions, departments, or 5 6 institutions. 7 (b) Nothing in this section is to be construed as to allow the Governor to allow any agency, board, commission, institution, or department to make 8 expenditures or obligations over and above the appropriation amount authorized 9 by the General Assembly. 10 11 12 SECTION 2. All provisions of this act of a general and permanent nature 13 are amendatory to the Arkansas Code of 1987 Annotated and the Arkansas Code 14 Revision Commission shall incorporate the same in the Code. 15 16 SECTION 3. If any provision of this act or the application thereof to 17 any person or circumstance is held invalid, such invalidity shall not affect 18 other provisions or applications of the act which can be given effect without 19 the invalid provision or application, and to this end the provisions of this 20 act are declared to be severable. 21 SECTION 4. All laws and parts of laws in conflict with this act are 22 23 hereby repealed. 24 SECTION 5. EMERGENCY CLAUSE. It is hereby found and determined by the 25 Eighty-second General Assembly that the requirement of saving 5% of the 26 27 appropriation is not accomplishing savings and that the cost of administering the program is significant with little or no benefit. Therefore, an emergency 28 29 is declared to exist and this act being immediately necessary for the 30 preservation of the public peace, health and safety shall become effective on the date of its approval by the Governor. If the bill is neither approved nor 31 32 vetoed by the Governor, it shall become effective on the expiration of the period of time during which the Governor may veto the bill. If the bill is 33 vetoed by the Governor and the veto is overridden, it shall become effective 34 35 on the date the last house overrides the veto.

36 ______ APPROVED: 2/24/1999

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