State of Arkansas 1 A Bill 2 82nd General Assembly Act 253 of 1999 3 Regular Session, 1999 SENATE BILL 163 4 5 By: Joint Budget Committee 6 7 For An Act To Be Entitled 8 "AN ACT TO AMEND THE ARKANSAS CODE SECTIONS \$19-5-304. 9 §19-5-305, AND §19-5-1004 IN ORDER TO IMPLEMENT 10 CERTAIN PROVISIONS OF THE ADULT EDUCATION 11 12 REORGANIZATION ACT OF 1997 BY CREATING SEPARATE FUND ACCOUNTS FOR THE TECHNICAL INSTITUTES AND THE 13 COMPREHENSIVE LIFELONG LEARNING CENTERS; AND FOR OTHER 14 PURPOSES. " 15 16 Subtitle 17 18 "AMEND GENERAL EDUCATION FUND AND CREATE SEPARATE FUND ACCOUNTS FOR TECHNICAL 19 20 INSTITUTES AND COMPREHENSIVE LIFELONG LEARNING CENTERS; CREATE FUND ACCOUNTS 21 22 WITHIN THE PUBLIC SCHOOL FUND." 23 24 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS: 25 26 SECTION 1. Arkansas Code 19-5-304 is amended to read as follows: 27 28 29 "§ 19-5-304. General Education Fund. 30 31 The General Education Fund shall consist of the following funds and fund accounts made available for the support of the Department of Education and the 32 Department of Workforce Education and shall be used for the same purposes as 33 set out for the following fund accounts: 34 35 (1)(A)(i) Department of Education Fund Account. The Department of Education Fund Account shall be used to provide for the maintenance, 36

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- 1 operation, and improvement of the Department of Education as created by § 6-
- 2 10-101 et seq., and any other laws imposing functions, powers, and duties upon
- 3 the State Board of Education, the State Board of Vocational Education, the
- 4 Department of Education, the Director of General Education, and the Director
- 5 of the Division of Vocational and Technical Education, including, but not
- 6 necessarily limited thereto, history textbooks expenses, the Publishing
- 7 Revolving Account, audio-visual services, textbooks operation, compact for
- 8 education, including the state's membership, and the state's contribution to
- 9 the Southern Regional Education Board. , except those appropriations payable
- 10 from the Vocational Education Administration Fund Account.
- 11 (ii) The fund account shall consist of:
 - (a) Those general revenues as may be provided by the Revenue Stabilization Law, § 19-5-101 et seq.;
 - (b) [Repeal ed.]

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- (c)(b) Nonrevenue income derived from services provided by those programs supported from the Department of Education Fund Account, including any rental property located on the State Capitol grounds owned by the department.
- (B2)(iA) Vocational Education Administration Department of Workforce
 Education Fund Account. The Vocational Education Administration Department of
- 21 Workforce Education Fund Account shall be used to provide support for those
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- 22 programs placed under the direction of the Director of Vocational and
- 23 Technical Education of the Department of Workforce Education as authorized by
- 24 §§ 6-11-101, 6-11-102, and 25-6-101 25-6-103 and Acts 1981, No. 64, § 4, and
- 25 any other laws imposing functions, powers, and duties upon the State Board of
- 26 <u>Workforce</u> Education <u>and Career Opportunities</u>, including, but not necessarily
- 27 limited to the following: Vocational, technical, and adult education; adult
- 28 basic education; operations of the Arkansas Education Service Center at Black
- 29 Rock; manpower training; vocational standards; industry training programs; and
- 30 those functions, programs, and responsibilities transferred to the Division
- 31 <u>Department</u> of <u>Vocational and Technical</u> <u>Workforce</u> Education of the Department
- 32 of Education, as authorized by these statutes.
- 33 (iiB) The Department of Workforce Education Fund Account fund account
- 34 shall consist of those general revenues as may be provided by the Revenue
- 35 Stabilization Law, § 19-5-101 et seq.
 - (2)(A) Vocational Technical Schools Fund Account. The Vocational -

- 1 Technical Schools Fund Account shall be used for the maintenance, operation,
- 2 and improvement of the various area vocational-technical schools and shall
- 3 consist of:

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- 4 (i) Those general revenues as may be provided by law;
- 5 <u>(ii) Federal reimbursement;</u>
- 6 (iii) Nonrevenue income derived from the services provided by the
- 7 various area vocational -technical schools; and
- 8 (iv) Any other funds provided by law.
- 9 (B) The fund account is to be administered under the direction of the
- 10 State Board of Vocational Education and in accordance with the provisions of
- 11 the various fiscal laws of the state.
 - (3) (A) Educational Television Fund Account. The Educational Television Fund Account shall be used for the maintenance, operation, and improvement required by the Educational Television Division in carrying out those powers, functions, and duties as set out in § 6-3-101 et seq., or other duties imposed by law upon the Educational Television Commission, which was transferred to the Department of Education by §§ 6-11-101, 6-11-102, and 25-6-102.
 - (B) The fund account shall consist of those general revenues as may be provided by law and nonrevenue income derived from services provided by the division and any other nonfederal grant funds provided by law.
 - (4)(A) State Library Fund Account. The State Library Fund Account shall be used for the maintenance, operation, and improvement required by the Library Division of the Department of Education in carrying out the powers, functions, and duties as set out in § 13-2-201 et seq., or any other duties imposed by law upon the State Library Commission, which was transferred to the Department of Education by §§ 6-11-101, 6-11-102, and 25-6-102.
 - (B) The fund account shall consist of those general revenues as may be provided by law and nonrevenue income derived from services provided by the division and any other nonfederal grant funds provided by law.
 - (5)(A) School for the Blind Fund Account. The School for the Blind Fund Account shall be used for the maintenance, operation, and improvement required by the Arkansas School for the Blind in carrying out those powers, functions, and duties as set out in Acts 1879, No. 64, § 1 [superseded], or other duties imposed by law upon the Arkansas School for the Blind, which was transferred to the Department of Education by §§ 6-11-101, 6-11-102, and 25-6-102.
 - (B) The fund account shall consist of those general revenues as may be

provided by law and nonrevenue income derived from services provided by the school and any other nonfederal grant funds provided by law.

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- (C) Federal reimbursement funds received on account of vocational education programs conducted by the school shall not be deposited to this 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 was transferred to the Department of Education by §§ 6-11-101, 6-11-102, and 25-6-102.
- (B) The fund account shall consist of those general revenues as may be provided by law and nonrevenue income derived from services provided by the school fund account and any other nonfederal grant funds provided by law.
- (C) Federal reimbursement funds received on account of vocational education programs conducted by the school 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 Education, Division of Vocational and Technical Education in carrying out the powers, functions, and duties, as set out in § 6-52-101 et seq.; § 20-79-201 et seq.; and § 25-6-201 et seq., and the adult handicapped program at the Benton Services Center.
 - (B) The fund account shall consist of:
 - (i) Those general revenues as may be provided by law;
 - (ii) Nonrevenue income derived from services provided by rehabilitation programs of the Arkansas Rehabilitation Services of the department; and
 - (iii) Any other nonfederal grant funds provided by law.
- (8) Technical Institute and Other Education Fund Accounts 30
- 31 (A) The Arkansas Valley Technical Institute Fund Account shall be used for
- the maintenance, operation, and improvement of the Arkansas Valley Technical 32
- Institute. The Fund Account shall consist of: 33
- 34 (i) Such general revenues as may be provided by law; and
- (ii) Any other funds made available for the support of the Arkansas Valley 35
- Technical Institute which are required to be deposited into the State Treasury 36

- 1 by law.
- 2 (B) The Cotton Boll Technical Institute Fund Account shall be used for the
- 3 <u>maintenance</u>, operation, and improvement of the Cotton Boll Technical
- 4 Institute. The Fund Account shall consist of:
- 5 (i) Such general revenues as may be provided by law; and
- 6 (ii) Any other funds made available for the support of the Cotton Boll
- 7 <u>Technical Institute which are required to be deposited into the State Treasury</u>
- 8 by I aw.
- 9 (C) The Crowley's Ridge Technical Institute Fund Account shall be used for
- 10 the maintenance, operation, and improvement of the Crowley's Ridge Technical
- 11 Institute. The Fund Account shall consist of:
- 12 (i) Such general revenues as may be provided by law; and
- 13 (ii) Any other funds made available for the support of the Crowley's Ridge
- 14 <u>Technical Institute which are required to be deposited into the State Treasury</u>
- 15 by law.
- 16 <u>(D) The Delta Technical Institute Fund Account shall be used for the</u>
- 17 maintenance, operation, and improvement of the Delta Technical Institute. The
- 18 Fund Account shall consist of:
- 19 (i) Such general revenues as may be provided by law; and
- 20 <u>(ii) Any other funds made available for the support of the Delta Technical</u>
- 21 Institute which are required to be deposited into the State Treasury by law.
- 22 (E) The Foothills Technical Institute Fund Account shall be used for the
- 23 maintenance, operation, and improvement of the Foothills Technical Institute.
- 24 The Fund Account shall consist of:
- 25 (i) Such general revenues as may be provided by law; and
- 26 <u>(ii) Any other funds made available for the support of the Foothills</u>
- 27 <u>Technical Institute which are required to be deposited into the State Treasury</u>
- 28 by law.
- 29 (F) The Forest Echoes Technical Institute Fund Account shall be used for
- 30 the maintenance, operation, and improvement of the Forest Echoes Technical
- 31 <u>Institute</u>. The Fund Account shall consist of:
- 32 (i) Such general revenues as may be provided by law; and
- 33 <u>(ii) Any other funds made available for the support of the Forest Echoes</u>
- 34 Technical Institute which are required to be deposited into the State Treasury
- 35 by I aw.
- 36 (G) The Great Rivers Comprehensive Lifelong Learning Center Fund Account

- shall be used for the maintenance, operation, and improvement of the Great 1
- 2 Rivers Comprehensive Lifelong Learning Center. The Fund Account shall consist
- 3 of:
- 4 (i) Such general revenues as may be provided by law; and
- 5 (ii) Any other funds made available for the support of the Great Rivers
- Comprehensive Lifelong Learning Center which are required to be deposited into 6
- 7 the State Treasury by Iaw.
- 8 (H) The Northwest Technical Institute Fund Account shall be used for the
- 9 maintenance, operation, and improvement of the Northwest Technical Institute.
- 10 The Fund Account shall consist of:
- 11 (i) Such general revenues as may be provided by law; and
- 12 (ii) Any other funds made available for the support of the Northwest
- 13 Technical Institute which are required to be deposited into the State Treasury
- 14 by Iaw.
- 15 (I) The Quapaw Technical Institute Fund Account shall be used for the
- maintenance, operation, and improvement of the Quapaw Technical Institute. 16
- 17 The Fund Account shall consist of:
- 18 (i) Such general revenues as may be provided by law; and
- (ii) Any other funds made available for the support of the Quapaw 19
- 20 Technical Institute which are required to be deposited into the State Treasury
- 21 by Iaw.
- 22 (J) The Riverside Vocational Technical School Fund Account shall be used
- for the maintenance, operation, and improvement of the Riverside Vocational 23
- 24 Technical School. The Fund Account shall consist of:
- (i) Such general revenues as may be provided by law; and 25
- 26 (ii) Any other funds made available for the support of the Riverside
- 27 Vocational Technical School which are required to be deposited into the State
- 28 Treasury by law."

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30 SECTION 2. Arkansas Code 19-5-305 is amended to read as follows:

- "§ 19-5-305. Public School Fund. 32
- 33 (a) The Public School Fund shall consist of the following fund accounts and
- funds made available for the support of the Department of Education and the 34
- 35 Department of Workforce Education and shall be used for the same purposes as
- set out for the following fund accounts: be used for grants and aids for the 36

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     programs of:
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     (1) Department of Education Public School Fund Account: The Department of
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     Education Public School Fund Account shall be used for grants and aids for the
     programs administered by the Department of Education consisting of, but not
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     limited to:
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         (A) (1) Teacher retirement matching;
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         (B) (2) Handi capped children;
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         (C) (3) Aid to the county general;
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         (D) (4) Gui dance servi ces;
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         (E) (5) Transportation aid;
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         (F) (6) Minimum Foundation Program State Equalization Aid;
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         (G) (7) State apportionment;
         (H) \frac{(8)}{(8)} Orphans aid;
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         (I) (9) Child guidance center;
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         (J) (10) Surplus commodities distribution;
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         (K) (11) Crippled children;
         (L) (12) Early childhood education;
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         (M) (13) School food services;
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         (N) (14) Economic education;
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         (0) (15) Textbook grants;
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         (P) (16) Library aid to counties;
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         (0) Such other grant and aids as may be authorized by law for
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     disbursement by the Department of Education.
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     (2) Department of Workforce Education Public School Fund Account. The
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     Department of Workforce Education Public School Fund Account shall be used for
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     grants and aids for the programs administered by the Department of Workforce
     Education consisting of , but not limited to:
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        (A) (17) General adult education grants;
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         (B) (18) Adult basic education grants;
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         (C) (19) Manpower development and training grants;
         (D) (20) Vocational-technical and adult education; and
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         (E) (21) Such other grants and aids as may be authorized by law for
     disbursement by the Department of Workforce Education.
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Act;

- 2 <u>(3) (b)</u> The <u>Public School</u> <u>fund</u> <u>Fund</u> shall consist of those general revenues as may be provided by:
 - (A) (1) The Revenue Stabilization Law, § 19-5-101 et seq.;
- 5 (B) (2) Balances of the Public School Fund Account-Grants and Aid Account and Vocational Grants-in-Aid Account remaining on June 30, 1973;
- 7 <u>(C)</u> (3) Any federal mineral leasing funds, federal forest reserve funds, 8 federal flood control funds, or any other similar turnback funds in the State 9 Treasury for which the eligible county or school district cannot be
- 11 <u>(D)</u> (4) Fines collected pursuant to § 6-21-410 under the Free Textbook
- (E) Funds remitted by county treasurers for those school districts which

 have local revenue per student in excess of the local base per student, as set

 out in Ark. Code 26-80-101(c); and
- 16 (F) (5) Such other funds as may be authorized by law.

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- 18 (4) On July 1, 1999 the Chief Fiscal Officer of the state shall determine,
- 19 <u>from the unexpended balance of monies remaining in the Public School Fund and</u>
- 20 carried over from the previous fiscal year, the amount of monies that shall be
- 21 credited to the Department of Education Public School Fund Account and to the
- 22 Department of Workforce Education Public School Fund Account based on the
- 23 unexpended amounts of funding allocated to the programs administered by the
- 24 Department of Education and by the Department of Workforce Education during
- 25 <u>the 1998-99 fiscal year.</u>

- 27 (5) (c) There is authorized a transfer of up to two hundred thousand dollars
- 28 (\$200,000) per year from the Public School fund Fund to the Department of
- 29 Education Fund Account or the Department of Workforce Education Fund Account,
- 30 or a portion thereof to both, by the Treasurer of State and the Chief Fiscal
- 31 Officer of the State, upon certification as to the amount required by the
- 32 Director of the Department of Education or by the Director of the Department
- 33 of Workforce Education, or both, to the Chief Fiscal Officer of the State.
- 34 This transfer shall be used to provide additional support for the
- 35 administration of the handicapped children program and the vocational-
- 36 technical and adult education program. "

SECTION 3. Arkansas Code 19-5-1004 (b) and (c) are amended to read as follows in order to change the fund account designation for the vocational technical schools and technical institutes in the General Revenue Allotment Reserve Fund in accordance with the Adult Education Reorganization Act of 1997:

- (b) This fund shall, unless otherwise provided by law, consist of:
- (1) The remainder of the general revenues collected by the state, after deductions as specified in § 19-5-202 have been made, and which are not required to fulfill the requirements of the maximum allotments of general revenues as may be provided in the Revenue Stabilization Law, § 19-5-101 et seq., for the fiscal year in which the general revenues were collected and deposited into the State Treasury; and
- (2) The portion not determined to be special revenues by § 19-6-110 of the year-end fund balances of the funds and fund accounts created in § 19-5-302 except for subdivision (12)(A), and in §§ 19-5-304(1), (2), (3), (4), (5), (6) and (7), 19-5-306, 19-5-307, $\frac{19-5-309}{19-5-309}$ [repealed], 19-6-404, and 19-6-411, which fund balances are to be transferred on or before August 15 of the fiscal year next following the fiscal year during which balances accrued.
- (c) Any funds which remain in the Vocational-Technical Schools Fund Account or the fund accounts created in Arkansas Code §19-5-304(8) at the end of a fiscal year due to the provisions of this section shall be transferred by the Chief Fiscal Officer of the State to the General Improvement Fund or its successor fund or fund accounts, there to be used exclusively to provide additional funding for appropriations for the applicable vocational and technical schools, technical institutes, or comprehensive lifelong learning centers which are made payable from the General Improvement Fund or its successor fund or fund accounts. "

SECTION 4. All provisions of this act of a general and permanent nature are amendatory to the Arkansas Code of 1987 Annotated and the Arkansas Code Revision Commission shall incorporate the same in the Code.

SECTION 5. If any provision of this act or the application thereof to any person or circumstance is held invalid, such invalidity shall not affect

1	other provisions of apprications of the act which can be given effect without
2	the invalid provision or application, and to this end the provisions of this
3	act are declared to be severable.
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5	SECTION 6. All laws and parts of laws in conflict with this act are
6	hereby repealed.
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8	SECTION 7. EMERGENCY CLAUSE. It is hereby found and determined by the
9	Eighty-second General Assembly that changes to funds must take effect at the
10	time that appropriations become effective and that not do so will create
11	confusion in the state's financial records. Therefore, an emergency is
12	declared to exist and this act being immediately necessary for the
13	preservation of the public peace, health and safety shall become effective on
14	<u>Jul y 1, 1999.</u>
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17	APPROVED: 2/24/1999
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