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.

1	State of Arkansas	As Engrossed: \$3/2/01 \$3/12/01	
2	83rd General Assembly	A Bill	Act 1456 of 2001
3	Regular Session, 2001		SENATE BILL 598
4			
5	By: Senators D. Malone, M	ahony, Brown, Argue, Riggs, J. Jeffress, Wilkin	s, Bisbee, Baker
6	By: Representatives Cook,	C. Johnson, W. Walker, Magnus, Bond, Salmon	, G. Jeffress, Bookout,
7	Cleveland, White, Weaver, V	Willis, Green, Jacobs, Oglesby, Thomas, Seawel	, Moore, Fite, Dangeau, R.
8	Smith, Rackley		
9			
10			
11		For An Act To Be Entitled	
12	AN ACT	TO INCREASE COMPENSATION FOR EDUCAT	FORS; TO
13	AMEND \	ARIOUS SECTIONS OF TITLE 6 OF THE A	ARKANSAS
14	CODE RE	ELATIVE TO COMPENSATION OF EDUCATORS	S; ТО
15	DECLARE	E AN EMERGENCY; AND FOR OTHER PURPOS	SES.
16			
17		Subtitle	
18	THE	EDUCATOR COMPENSATION ACT OF 2001.	
19			
20			
21	BE IT ENACTED BY THE	GENERAL ASSEMBLY OF THE STATE OF AR	KANSAS:
22	SECTION 1. <u>Tit</u>	le.	
23	This act shall	be known as "The Educator Compensat	ion Act of 2001."
24			
25	SECTION 2. Leg	islative Findings and Intent.	
26	<u>(a)</u> The Genera	I Assembly determines that:	
27	<u>(1)</u> Sal a	ries of Arkansas educators have tra	ditionally lagged
28	behind the salaries o	f educators in the nation and in th	<u>e states that</u>
29	surround Arkansas;		
30	<u>(2)</u> Even	though educators have recently ach	ii eved annual
31	increases of approxim	ately three and two tenths percent	<u>(3.2%) in recent</u>
32	<u>years, Arkansas is st</u>	ill far behind its neighboring stat	es;
33	<u>(3)(A)</u> N	ationally and within Arkansas, ther	<u>e has developed a</u>
34	<u>shortage of qualified</u>	educators in certain fields of tea	<u>ichi ng;</u>
35	<u>(B)</u>	One of the reasons for this short	age is that Arkansas
36	<u>educators lag behind</u>	other professionals in salary amoun	<u>it;</u>

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1	(4) The most important part of a student's educational
2	experience is the people who actually educate them; and
3	(5) It is necessary to attract qualified educators to the public
4	education system in order to increase the achievement of all Arkansas public
5	school students.
6	(b) It is the intent of the General Assembly that:
7	(1) This act shall not supplant, but shall supplement
8	traditional pay increases that have occurred at the local level in recent
9	years;
10	(2) School districts should not stop or alter any intentions to
11	give educators a salary increase in the current school year because of the
12	enactment of this act; and
13	(3) This act is the first of many steps that must be and shall
14	be taken by the General Assembly to increase the quality of the working force
15	in education over the upcoming years.
16	
17	SECTION 3. <u>Definitions.</u>
18	As used in this act, unless the context otherwise requires:
19	(1) "Required salary increase" means:
20	(A) For fiscal year 2002 an amount no less than one thousand
21	dollars (\$1,000), excluding benefits and employer contributions to teacher
22	retirement and social security, over a targeted educator's salary for fiscal
23	year 2001; and
24	(B) For fiscal year 2003 an amount no less than three thousand
25	dollars (\$3,000), excluding benefits and employer contributions to teacher
26	retirement and social security, over a targeted educator's salary for fiscal
27	<u>year 2001;</u>
28	(2) "Targeted educator" means an individual employed by a school
29	<u>district, and:</u>
30	(A) Who must hold a certificate issued by the State Board of
31	Education in order to be employed in the individual's present position; and
32	(B) Whose primary job responsibilities are for the education of
33	public school students in grades pre-kindergarten through twelve (PK-12) and
34	<u>do not include district-wide administrative duties.</u>
35	
36	SECTION 4. Method for Implementation.

1	(a) On or before June 30 of each fiscal year, each local school
2	district shall have implemented the required salary increase or have received
3	a waiver from the Department of Education under Section 5 of this act.
4	(b) A school district shall implement the required salary increase in
5	<u>a variety of methods, including:</u>
6	(1) Increasing the base salaries of the targeted educators by
7	the required salary increase; or
8	(2) Paying a supplement to the salaries of the targeted
9	educators at each step and each lane of the salary schedule equal to the
10	required salary increase and making the supplement an addendum to the
11	targeted educator's contract. The supplement, added to the targeted
12	educator's regular salary, shall equal the targeted educator's total salary
13	which shall be a continuing obligation.
14	(3) A combination of subdivisions (b)(1) and (b)(2) of this
15	section.
16	(c) Any school district utilizing the method stated in subsection
17	(b)(2) of this section shall clearly mark those supplements under the title
18	"Targeted Educator Compensation Act Supplement" in order to make the method
19	easily identifiable. The "Targeted Educator Compensation Act Supplement"
20	shall be incorporated into the salary schedule in the same way as other
21	salary supplements under Arkansas Code 6-17-201 through 6-17-208.
22	(d) Notwithstanding the method used under subsection (b) of this
23	section, the required salary increase shall be a continuing salary obligation
24	of the school districts.
25	(e) Targeted educators who work on a part-time basis or individuals
26	who qualify as targeted educators on a part-time basis shall receive a pro-
27	rata share of the required salary increase equal to the proportion of time
28	that they are employed.
29	(f)(1) Nothing in this section shall be construed to prohibit a school
30	district from implementing the required salary increase for fiscal year 2003
31	by exceeding the required salary increase for fiscal year 2002, and paying
32	the difference between the required salary increase for fiscal year 2003 and
33	the actual amount applied to the required salary increase for fiscal year
34	2002.
35	(2) The legislative intent of this act is that all targeted
36	educators will receive a required salary increase of three-thousand dollars

1	<u>(\$3,000) by fiscal year 2003.</u>	
2	<u>(g)(1) Nothing in this act shall be construed to allow the step</u>	
3	increases for education and experience, required under Arkansas Code 6-17-	
4	<u>1001, as currently established in the individual school district, to be</u>	
5	applied to the required salary increase as meeting the requirements under the	
6	provisions of this act.	
7	(2) Nothing in this act shall be construed as to allow any other	
8	method than increases in the base salary to fulfill the existing requirements	
9	of Arkansas Code 6-17-1001 pertaining to the minimum salaries of teachers.	
10	(3) Nothing in this act shall be construed to prohibit a school	
11	district from raising its salaries in excess of the required salary increase.	
12	(h) Nothing in this act shall be interpreted to preclude school	
13	district employees other than targeted educators from receiving a similar	
14	increase in salary.	
15	(i) School districts are prohibited from instituting quid pro quo	
16	situations in which school districts extend the length of or add additional	
17	duties to the targeted educators contract in return for the required salary	
18	increase.	
19	(j) The required salary increase for targeted educators who are pre-	
20	kindergarten teachers shall only be required to be implemented if the local	
21	school district has sufficient funds available to completely implement the	
22	required salary increase for the given fiscal year.	
23		
24	SECTION 5. <u>Exemptions.</u>	
25	<u>(a) Any local school district engaged in agreed to collective</u>	
26	bargaining with its certified staff shall be exempt from the provisions of	
27	this act to the extent that school districts in collective bargaining shall	
28	negotiate on salaries and other terms and conditions of employment. This	
29	section in no way is to be interpreted as altering or replacing any	
30	collective bargaining agreement in place at the time of the enactment of this	
31	<u>act.</u>	
32	(b)(1) Any local school district may petition the Department of	
33	Education for a waiver from the provisions of this act.	
34	(2) The waiver shall not be for a time greater than three (3)	
35	years.	
36	(3) The process for the waiver shall be the same as the process	

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1	for a local school district to receive a waiver under Arkansas Code 6-17-
2	<u>1001.</u>
3	(4) Any local school district that petitions for and is granted
4	a waiver from this act shall be placed in Phase I of fiscal distress as
5	defined under Arkansas Code 6-20-1601 through 6-20-1610.
6	
7	SECTION 6. <u>Regulatory authority and enforcement</u> .
8	(a) The State Board of Education shall have the authority, acting
9	pursuant to its rule-making power, to promulgate appropriate rules and
10	regulations for the implementation of the provisions of this act.
11	(b) The provisions of this act shall be audited on an annual basis.
12	(c) Any school district that has been found to not be in compliance
13	with the provisions of this act shall be placed on Phase I fiscal distress
14	under the provisions of Arkansas Code 6-20-1601 through 6-20-1610.
15	
16	SECTION 7. Arkansas Code 6-5-307(a) is amended to read as follows:
17	6-5-307. Classroom teacher salary requirement.
18	(a) For the 1997-1998 school year and each year thereafter, any <u>Any</u>
19	increase in Educational Excellence Trust Fund funds allocated for teacher
20	salaries shall be divided equally among all certified personnel positions
21	employed in the current school year and for no other purposes, except that
22	may be used to fund the required salary increase provided for in the
23	<u>"Educator Compensation Act of 2001, " and</u> required social security and teacher
24	retirement matching for certified personnel may be paid from the funds.
25	
26	SECTION 8. Arkansas Code 6-20-412 is amended to read as follows:
27	6-20-412. Nonrecurring salary payments.
28	(a) Any school district in the state may pay certified personnel a
29	nonrecurring salary payment from revenues not considered net current revenue
30	to be recurring sources of revenue.
31	(b) Such money shall not be included in the base revenue of the school
32	district when calculating revenue percentages for salaries under § 6-17-901
33	et seq. or the net current revenue for purposes of compliance with § 6-20-
34	319.
35	(c) (b) A nonrecurring salary payment under this section shall not be
36	construed to increase the base salary of the teacher recipient for purposes

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1	of calculation of future salary requirements.	
2	(d) <u>(c)</u> Any nonrecurring salary payment under the provisions of this	
3	section shall be divided equally among certified personnel employed by the	
4	district at the time of payment unless the board of directors of the district	
5	and a majority of the teachers agree to a different distribution.	
6	(e) <u>(d)</u> A report indicating the source of the moneys and the name and	
7	amount paid to each recipient shall be furnished to the Department of	
8	Education and the Division of Legislative Audit by the ex officio financial	
9	secretary of the school district.	
10	(e) Payments to targeted educators made in the form of supplements as	
11	addendums to contracts in fulfilling the provision of the "Educator	
12	Compensation Act of 2001" shall not be considered a nonrecurring salary	
13	payment under this section.	
14		
15	SECTION 9. EMERGENCY CLAUSE. It is found and determined by the	
16	General Assembly that educators are compensated on an annual basis beginning	
17	in July and ending in June. It is further determined that the change in	
18	compensation practices embodied in this act must take place in the same time	
19	frame as normal compensation practices or confusion among school districts	
20	and educators would ensue. Therefore, an emergency is declared to exist and	
21	this act being immediately necessary for the preservation of the public	
22	peace, health and safety shall become effective on July 1, 2001.	
23		
24	/s/ D. Malone	
25		
26		
27	APPROVED: 4/10/2001	
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34		
35		

4/10/2001