Stricken language will be deleted and underlined language will be added. Act 1397 of the Regular Session

1 State of Arkansas As Engrossed: S2/14/13 S3/28/13 S4/4/13 S4/5/13 S4/8/13 S4/17/13 H4/18/13 A Bill 2 89th General Assembly **SENATE BILL 122** Regular Session, 2013 3 4 5 By: Joint Budget Committee 6 For An Act To Be Entitled 7 AN ACT TO MAKE AN APPROPRIATION FOR PERSONAL SERVICES 8 9 AND OPERATING EXPENSES FOR THE DEPARTMENT OF HIGHER 10 EDUCATION FOR THE FISCAL YEAR ENDING JUNE 30, 2014; 11 AND FOR OTHER PURPOSES. 12 13 Subtitle 14 AN ACT FOR THE DEPARTMENT OF HIGHER 15 16 EDUCATION APPROPRIATION FOR THE 2013-2014 17 FISCAL YEAR. 18 19 20 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS: 21 22 SECTION 1. REGULAR SALARIES - GENERAL OPERATIONS. There is hereby 23 established for the Department of Higher Education for the 2013-2014 fiscal 24 year, the following maximum number of regular employees. 25 26 Maximum Annual 27 Salary Rate Maximum 28 Item Class No. of Fiscal Year 29 No. Code Title Employees 2013-2014 30 (1) U024U DHE DIRECTOR 1 \$201,310 31 (2) U089U DHE DEPUTY DIRECTOR 1 \$144,846 32 2 (3) N002N DHE SENIOR ASSOC DIRECTOR GRADE N913 33 DHE ASSOC DIR FOR ACADEMIC AFFAIRS (4) NO41N 1 GRADE N909 34 NO55N DHE ASSOCIATE DIRECTOR 2 (5) GRADE N908 35 (6) NO54N DHE CAREER PATHWAYS DIRECTOR 1 GRADE N908 36 (7) G019C GENERAL COUNSEL 1 GRADE C127



1	(8)	G043C	DHE FINANCIAL AID MANAGER	1	GRADE C126
2	(9)	G058C	DHE FEDERAL PROGRAM MANAGER	3	GRADE C125
3	(10)	G071C	DHE PROGRAM COORDINATOR	5	GRADE C124
4	(11)	D022C	SYSTEMS SPECIALIST	1	GRADE C124
5	(12)	P005C	DHE COMMUNICATIONS COORDINATOR	1	GRADE C123
6	(13)	D039C	NETWORK SUPPORT SPECIALIST	1	GRADE C123
7	(14)	G102C	DHE PROGRAM SPECIALIST	21	GRADE C122
8	(15)	A052C	ACCOUNTING COORDINATOR	1	GRADE C121
9	(16)	D052C	SOFTWARE SUPPORT ANALYST	2	GRADE C121
10	(17)	C010C	EXECUTIVE ASSISTANT TO THE DIRECTOR	1	GRADE C118
11	(18)	A089C	ACCOUNTANT I	1	GRADE C116
12	(19)	C056C	ADMINISTRATIVE SPECIALIST III	5	GRADE C112
13	(20)	C073C	ADMINISTRATIVE SPECIALIST II	1	GRADE C109
14		MAX. N	O. OF EMPLOYEES	53	

SECTION 2. EXTRA HELP - GENERAL OPERATIONS. There is hereby authorized, for the Department of Higher Education for the 2013-2014 fiscal year, the following maximum number of part-time or temporary employees, to be known as "Extra Help", payable from funds appropriated herein for such purposes: seventeen (17) temporary or part-time employees, when needed, at rates of pay not to exceed those provided in the Uniform Classification and Compensation Act, or its successor, or this act for the appropriate classification.

SECTION 3. APPROPRIATION - GENERAL OPERATIONS. There is hereby appropriated, to the Department of Higher Education, to be payable from the Department of Higher Education Fund Account, for personal services and operating expenses of the Department of Higher Education for the fiscal year ending June 30, 2014, the following:

31	ITEM		FISCAL YEAR
32	NO.		2013-2014
33	(01)	REGULAR SALARIES	\$2,482,295
34	(02)	EXTRA HELP	3,000
35	(03)	PERSONAL SERVICES MATCHING	728,211
36	(04)	MAINT. & GEN. OPERATION	

1		(A) OPER. EXPENSE	840,755
2		(B) CONF. & TRAVEL	20,270
3		(C) PROF. FEES	10,000
4		(D) CAP. OUTLAY	0
5		(E) DATA PROC.	0
6		TOTAL AMOUNT APPROPRIATED	\$4,084,531
7			
8		SECTION 4. APPROPRIATION - STUDENT ASSISTANCE GRANTS A	AND VARIOUS
9	SCHOL	ARSHIPS. There is hereby appropriated, to the Departme	ent of Higher
10	Educa	tion, to be payable from the Higher Education Grants Fu	und Account, for
11	provi	ding student assistance grants and various scholarship.	s as provided by
12	law,	of the Department of Higher Education for the fiscal year	ear ending June
13	30, 2	014, the following:	
14			
15	ITEM		FISCAL YEAR
16	NO.		2013-2014
17	(01)	HIGHER EDUCATION OPPORTUNITIES GRANT	\$8,000,000
18	(02)	SREB MINORITY DOCTORAL SCHOLARS	200,000
19	(03)	AR ACADEMIC CHALLANGE SCHOLARSHIPS	25,000,000
20	(04)	ARKANSAS GOVERNOR'S SCHOLARS	13,200,000
21	(05)	STUDENT UNDERGRADUATE RESEARCH	
22		FELLOWSHIP PROGRAM (SURF)	150,000
23	(06)	NATIONAL GUARD TUITION INCENTIVE	
24		PROGRAM	1,500,000
25	(07)	SINGLE PARENT SCHOLARSHIP PROGRAM	175,000
26	(80)	STATE TEACHER EDUCATION PRGM.	4,000,000
27	(09)	TEACHER OPPORTUNITY PROGRAM	1,500,000
28	(10)	WORKFORCE IMPROVEMENT GRANTS	3,500,000
29	(11)	AR GEOGRAPHICAL CRITICAL NEEDS	
30		MINORITY TEACHER SCHOLARSHIPS	150,000
31	(12)	DEPENDENTS OF LAW ENFORCEMENT	
32		OFFICERS, ETC. SCHOLARSHIPS	400,000
33	(13)	DEPENDENTS OF POWS, MIAS,	
34		KIAS-TUITION WAIVER	
35		SCHOLARSHIPS	450,000
36	(14)	TUITION ADJUSTMENT	350,000

1	(15) SECOND EFFORT SCHOLARSHIPS	20,000		
2	(16) WASHINGTON CENTER SCHOLARSHIPS	100,000		
3	TOTAL AMOUNT APPROPRIATED	\$58,695,000		
4				
5	SECTION 5. APPROPRIATION - STATE SCHOLARSHIP - FEDERAL	. There is		
6	hereby appropriated, to the Department of Higher Education,	to be payable		
7	from the federal funds as designated by the Chief Fiscal Off	icer of the		
8	State, for grants-in-aid of the Department of Higher Educati	on - State		
9	Scholarship - Federal Program for the fiscal year ending June 30, 2014, the			
10	following:			
11				
12	ITEM	FISCAL YEAR		
13	NO.	2013-2014		
14	(01) GRANTS IN AID-STATE			
15	SCHOLARSHIPS-FEDERAL	\$750,000		
16				
17	SECTION 6. APPROPRIATION - TECHNICAL EDUCATION - FEDER	AL PROGRAMS.		
18	There is hereby appropriated, to the Department of Higher Ed	ucation, to be		
19	payable from the federal funds as designated by the Chief Fi	scal Officer of		
20	the State, for personal services and operating expenses of t	he Department of		
21	Higher Education - Technical Education - Federal Programs fo	r the fiscal year		
22	ending June 30, 2014, the following:			
23				
24	ITEM	FISCAL YEAR		
25	NO.	2013-2014		
26	(01) REGULAR SALARIES	\$140,477		
27	(02) PERSONAL SERVICES MATCHING	40,674		
28	(03) MAINT. & GEN. OPERATION			
29	(A) OPER. EXPENSE	120,000		
30	(B) CONF. & TRAVEL	20,000		
31	(C) PROF. FEES	120,000		
32	(D) CAP. OUTLAY	0		
33	(E) DATA PROC.	0		
34	TOTAL AMOUNT APPROPRIATED	\$441,151		
35				

SECTION 7. APPROPRIATION - IMPROVING TEACHER QUALITY. There is hereby

1 appropriated, to the Department of Higher Education, to be payable from the 2 federal funds as designated by the Chief Fiscal Officer of the State, for 3 operating expenses and grants-in-aid of the Department of Higher Education -4 Improving Teacher Quality Program for the fiscal year ending June 30, 2014, 5 the following: 6 7 ITEM FISCAL YEAR 8 2013-2014 NO. 9 (01) MAINT. & GEN. OPERATION (A) OPER. EXPENSE 10 \$26,856 11 (B) CONF. & TRAVEL 13,000 12 (C) PROF. FEES 8,000 (D) CAP. OUTLAY 13 0 14 (E) DATA PROC. 0 15 (02) IMPROVING TEACHER QUALITY GRANTS/AID 1,517,402 16 TOTAL AMOUNT APPROPRIATED \$1,565,258 17 SECTION 8. APPROPRIATION - RESEARCH DEVELOPMENT PROGRAM. 18 19 hereby appropriated, to the Department of Higher Education, to be payable 20 from the Higher Education Research Development Fund, for providing Arkansas 21 Research Development Program Grants to Institutions of Higher Education by 22 the Department of Higher Education for the fiscal year ending June 30, 2014, 23 the following: 24 25 ITEM FISCAL YEAR 26 NO. 2013-2014 27 (01) RESEARCH AND DEVELOPMENT PROGRAM 28 **GRANTS** \$5,000,000 29 30 SECTION 9. APPROPRIATION - HEALTH EDUCATION GRANTS AND LOANS. 31 hereby appropriated, to the Department of Higher Education, to be payable 32 from the Higher Education Grants Fund Account, for payments of the contracts 33 and loans with participating out-of-state institutions of higher learning in 34 the fields of dentistry, optometry, osteopathy, veterinary medicine, 35 chiropractic, and podiatry for the education of Arkansas citizens, by the 36 Department of Higher Education for the fiscal year ending June 30, 2014, the

1	follo	wing:	
2			
3	ITEM		FISCAL YEAR
4	NO.		2013-2014
5	(01)	CHIROPRACTIC AID	\$260,000
6	(02)	DENTAL AID - GRANTS	2,133,900
7	(03)	OPTOMETRY AID - GRANTS	410,000
8	(04)	OSTEOPATHY AID	230,000
9	(05)	PODIATRY AID	130,400
10	(06)	VETERINARY AID	1,100,000
11	(07)	DENTAL AID - LOANS	987,370
12	(80)	OPTOMETRY AID - LOANS	140,000
13	(09)	VETERINARY MED. LOAN FORGIVENESS	
14		PROGRAM	120,000
15		TOTAL AMOUNT APPROPRIATED	\$5,511,670
16			
17		SECTION 10. APPROPRIATION - CASH. There is hereby a	ppropriated, to the
18	Depar	tment of Higher Education, to be payable from the cas	h fund deposited in
19	the S	tate Treasury as determined by the Chief Fiscal Offic	er of the State,
20	for c	perating expenses of the Department of Higher Educati	on for the fiscal
21	year	ending June 30, 2014, the following:	
22			
23	ITEM		FISCAL YEAR
24	NO.		2013-2014
25	(01)	MAINT. & GEN. OPERATION	
26		(A) OPER. EXPENSE	\$878,070
27		(B) CONF. & TRAVEL	60,620
28			,
		(C) PROF. FEES	551,310
29		(C) PROF. FEES (D) CAP. OUTLAY	
29 30			551,310
	(02)	(D) CAP. OUTLAY	551,310 100,000
30	(02) (03)	(D) CAP. OUTLAY (E) DATA PROC.	551,310 100,000 0
30 31		(D) CAP. OUTLAY (E) DATA PROC. SCHOLARSHIPS	551,310 100,000 0 100,000
30 31 32		(D) CAP. OUTLAY (E) DATA PROC. SCHOLARSHIPS REFUNDS/REIMBURSEMENTS	551,310 100,000 0 100,000 5,000
30 31 32 33		(D) CAP. OUTLAY (E) DATA PROC. SCHOLARSHIPS REFUNDS/REIMBURSEMENTS	551,310 100,000 0 100,000 5,000

1	federal funds as designated by the Chief Fiscal Officer	of the State, for		
2	personal services and operating expenses of the Department of Higher			
3	Education - TANF Program - Federal for the fiscal year e	nding June 30, 2014,		
4	the following:			
5				
6	ITEM	FISCAL YEAR		
7	NO.	2013-2014		
8	(01) REGULAR SALARIES	\$346,958		
9	(02) EXTRA HELP	15,000		
10	(03) PERSONAL SERVICES MATCHING	101,915		
11	(04) MAINT. & GEN. OPERATION			
12	(A) OPER. EXPENSE	90,000		
13	(B) CONF. & TRAVEL	25,000		
14	(C) PROF. FEES	30,000		
15	(D) CAP. OUTLAY	0		
16	(E) DATA PROC.	0		
17	(05) SELF SUFFICIENCY/JOB TRAINING GRANTS	10,375,000		
18	TOTAL AMOUNT APPROPRIATED	<u>\$10,983,873</u>		
19				
20	SECTION 12. APPROPRIATION - COLLEGE ACCESS CHALLEN	GE GRANT. There is		
21	hereby appropriated, to the Department of Higher Education	on, to be payable		
22	from the federal funds as designated by the Chief Fiscal	Officer of the		
23	State, for operating expenses of the Department of Highe	r Education - College		
24	Access Challenge Grant Program - Federal for the fiscal	year ending June 30,		
25	2014, the following:			
26				
27	ITEM	FISCAL YEAR		
28	NO.	2013-2014		
29	(01) MAINT. & GEN. OPERATION			
30	(A) OPER. EXPENSE	\$1,215,000		
31	(B) CONF. & TRAVEL	55,000		
32	(C) PROF. FEES	1,700,000		
33	(D) CAP. OUTLAY	30,000		
34	(E) DATA PROC.	0		
35	TOTAL AMOUNT APPROPRIATED	\$3,000,000		
36				

1 SECTION 13. APPROPRIATION - WEB BASED APPLICATIONS. There is hereby 2 appropriated, to the Department of Higher Education, to be payable from the Higher Education Grants Fund Account, for personal services and operating 3 4 expenses associated with web based applications of the Department of Higher 5 Education for the fiscal year ending June 30, 2014, the following: 6 7 ITEM FISCAL YEAR 2013-2014 8 NO. 9 WEB BASED APPLICATIONS PERSONAL (01) \$1,300,000 10 SERVICES AND OPERATING EXPENSES 11 12 SECTION 14. APPROPRIATION - SCHOLARSHIP ADMINISTRATION. There is 13 hereby appropriated, to the Department of Higher Education, to be payable 14 from the Higher Education Grants Fund Account, for personal services and 15 operating expenses of the Department of Higher Education - Scholarship 16 Administration for the fiscal year ending June 30, 2014, the following: 17 18 ITEM FISCAL YEAR 19 2013-2014 NO. 20 (01) REGULAR SALARIES \$328,864 21 30,000 (02)EXTRA HELP 22 (03)PERSONAL SERVICES MATCHING 108,940 23 (04) MAINT. & GEN. OPERATION (A) OPER. EXPENSE 24 165,000 25 (B) CONF. & TRAVEL 26 (C) PROF. FEES 400,000 27 (D) CAP. OUTLAY 35,000 28 (E) DATA PROC. 0 29 TOTAL AMOUNT APPROPRIATED \$1,067,804 30 SECTION 15. APPROPRIATION - COMPLETE COLLEGE AMERICA GRANT PROGRAM. 31 32 There is hereby appropriated, to the Department of Higher Education, to be payable from the cash fund deposited in the State Treasury as determined by 33 34 the Chief Fiscal Officer of the State, for operating expenses of the 35 Department of Higher Education - Complete College America Grant Program for 36 the fiscal year ending June 30, 2014, the following:

1		
2	ITEM	FISCAL YEAR
3	NO.	2013-2014
4	(01) MAINT. & GEN. OPERATION	
5	(A) OPER. EXPENSE	\$100,000
6	(B) CONF. & TRAVEL	0
7	(C) PROF. FEES	100,000
8	(D) CAP. OUTLAY	0
9	(E) DATA PROC.	0
10	(02) COMPLETE COLLEGE AMERICA GRANTS	800,000
11	TOTAL AMOUNT APPROPRIATED	\$1,000,000
12		
13	SECTION 16. APPROPRIATION - OUTCOME-CENTERED FUNDING	AWARDS. There is
14	hereby appropriated, to the Department of Higher Education,	to be payable
15	from the Department of Higher Education Fund Account, for d	istribution of
16	Outcome-Centered Funding Awards to Institutions of Higher E	ducation by the
17	Department of Higher Education for the fiscal year ending J	Tune 30, 2014, the
18	following:	
19		
20	ITEM	FISCAL YEAR
21	_NO.	2013-2014
22 23	(01) OUTCOME-CENTERED AWARDS — UNIVERSITIES (02) OUTCOME-CENTERED AWARDS — COLLEGES	\$19,697,492 \$7,001,770
24	TOTAL AMOUNT APPROPRIATED	\$26,699,262
25	TOTAL MICONI MITACINIMED	<u> </u>
26	SECTION 17. APPROPRIATION - INSURANCE EXCHANGE TRAINI	NG GRANTS -
27	FEDERAL. There is hereby appropriated, to the Department o	f Higher
28	Education, to be payable from the federal funds as designat	ed by the Chief
29	Fiscal Officer of the State, for insurance exchange training	g grants, to
30	assisting entities and institutions of higher education, of	the Department of
31	Higher Education for the fiscal year ending June 30, 2014,	the following:
32		
33	ITEM	FISCAL YEAR
34	_NO.	2013-2014
35	INSURANCE EXCHANGE	
36	TRAINING GRANTS	<u>\$2,500,000</u>

1 SECTION 18. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 2 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. EMERGENCY 3 4 GRANTS & EXTRA HELP POOL. An Institution of higher education that suffers an 5 emergency/disaster event resulting in all or a significant portion of campus 6 operations being interrupted, may request disaster assistance through the 7 Arkansas Department of Higher Education. Upon the declaration of an 8 emergency by the Governor, the institution may request, subject to the 9 recommendation of the Director of the Department of Higher Education and 10 approval of the Governor, a grant from the Disaster Relief Fund to assist in 11 returning that campus to operation and/or to a sister campus providing 12 services to the students from the affected campus. Certified law enforcement 13 officers employed by an institution of higher education may be granted 14 jurisdiction at the sister institution, upon agreement of both institutions. 15 The Department of Higher Education is authorized a pool of 500 extra help 16 positions for use in such emergency situations. These positions may be 17 assigned to the campus suffering the disaster event or to a sister campus 18 providing services to the students from the affected campus. The Governor 19 may waive the 1,500 hour limit of ACA 6-63-314 on these assigned extra help 20 pool positions.

The provisions of this section shall be in effect only from July 1, $\frac{2012}{2013}$ through June 30, $\frac{2013}{2014}$.

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SECTION 19. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW.

REALLOCATION OF RESOURCES FOR INSTITUTIONS OF HIGHER EDUCATION. Upon determination by the president or chancellor of an institution of higher education that a reallocation of resources for purposes of reorganization or consolidation of administrative functions within the institution is necessary for efficient and effective operations of the institution, the president or chancellor, with approval of the institution's board of trustees, may have the authority to transfer positions, appropriations and related funds between campuses, divisions, branches, and other budgetary units of the institution, after receiving prior approval of the Legislative Council or Joint Budget Committee. The transfers of positions, programs, or activities shall be used for those purposes for which the appropriations were approved by the General

- 1 Assembly. The transfers, consolidations, or reorganizations which involve
- 2 academic programs shall be reviewed by the Department of Higher Education
- 3 prior to submission to the Legislative Council or Joint Budget Committee.
- 4 Provided, however, that the institution shall be limited to submitting no
- 5 more than two (2) individual transaction transfer requests during any fiscal
- 6 year and shall be further limited to no more than five percent (5%) of the
- 7 total General Revenue and Special Revenue appropriation, funding, positions
- 8 specific to each institution, and no Tobacco Settlement funds or
- 9 appropriations may be reallocated pursuant to this section.
- 10 Determining the maximum number of employees and the maximum amount of
- 11 appropriation and general revenue funding for institutions of higher
- 12 education each fiscal year is the prerogative of the General Assembly. This
- is usually accomplished by delineating such maximums in the appropriation
- 14 act(s) for institutions of higher education and the general revenue
- 15 allocations authorized for each fund and fund account by amendment to the
- 16 Revenue Stabilization law. Further, the General Assembly has determined that
- 17 institutions of higher education may operate more efficiently if some
- 18 flexibility is provided to institutions of higher education authorizing broad
- 19 powers under this Section. Therefore, it is both necessary and appropriate
- 20 that the General Assembly maintain oversight by requiring prior approval of
- 21 the Legislative Council or Joint Budget Committee as provided by this
- 22 section. The requirement of approval by the Legislative Council or Joint
- 23 Budget Committee is not a severable part of this section. If the requirement
- 24 of approval by the Legislative Council or Joint Budget Committee is ruled
- 25 unconstitutional by a court of competent jurisdiction, this entire section is
- 26 void.

- 27 The provisions of this section shall be in effect only from July 1, $\frac{2012}{1}$
- 28 2013 through June 30, 2013 2014.
- 30 SECTION 20. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
- 31 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. LOANS. In
- 32 order to provide timely payments under financial aid appropriations made in
- 33 this Act, the Chief Fiscal Officer of the State is authorized to provide
- 34 loans from the Budget Stabilization Trust Fund to make available all funds
- 35 attributable to the financial aid programs under the then current official
- 36 revenue estimates. In the event of an unanticipated state revenue shortfall,

- 1 any such loans remaining at the end of a fiscal year shall be repaid from
- 2 revenues distributed in the first two months of the next fiscal year. Funds
- 3 for appropriations made in this Act for purposes other than financial aid
- 4 shall not be affected by the application of this provision.
- 5 The provisions of this section shall be in effect only from July 1, $\frac{2012}{1}$
- 6 2013 through June 30, 2013 2014.

- 8 SECTION 21. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
- 9 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. WORK
- 10 FORCE 2000 DEVELOPMENT FUND PROCEDURES. After the amounts to be made
- 11 available to the various technical colleges have been determined as set out
- 12 in Arkansas Code 26-51-205(d)(2), such documents as may be necessary shall be
- 13 processed so that funds may be transferred from the Work Force 2000
- 14 Development Fund to the State Treasury fund or fund account from which the
- 15 technical college draws its general revenue support. Such funds as may be
- 16 transferred shall not exceed 93.691% of the total funds available from the
- 17 Work Force 2000 Development Fund during the fiscal year.
- 18 In the event that a technical institute or comprehensive lifelong learning
- 19 center which receives support from the Work Force 2000 Development Fund as
- 20 determined by law transfers or merges into the Arkansas Technical College and
- 21 Community College System for which Work Force 2000 Development Fund monies
- 22 are determined by law, then the actual amount of support from the Work Force
- 23 2000 Development Fund in the preceding fiscal year for such educational
- 24 institution shall be made available irrespective of any other provision of
- 25 law which sets out maximum levels of support from such fund.
- 26 The provisions of this section shall be in effect only from July $1, \frac{2012}{}$
- 27 2013 through June 30, 2013 2014.

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- 29 SECTION 22. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
- 30 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. BUILDING
- 31 MAINTENANCE FUND. After the sum of \$13,200,000 has been deposited into the
- 32 Higher Education Building Maintenance Fund, the next \$10,000,000 or so much
- 33 as is collected, any additional deposits are is to be transferred to the
- 34 Research Development Fund there to be used as provided by law.
- 35 The provisions of this section shall be in effect only from July 1, 2012

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36 <u>2013</u> through June 30, <u>2013</u> <u>2014</u>.

1 SECTION 23. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 2 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. 3 4 EXPENDITURES. Proceeds derived from the repayment of loans, grants, or 5 scholarships funded by the Higher Education Grants Fund Account as authorized 6 in Items (02), (03) and (08) of Section 4 of this Act for the JR/SR Minority 7 Teacher Scholars, the Minority Masters Fellows and the State Teacher 8 Assistance Resource Program shall be deposited into the State Treasury fund 9 from which it originated. 10 The provisions of this section shall be in effect only from July 1, 2012 11 2013 through June 30, 2013 2014. 12 SECTION 24. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 13 14 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. NATIONAL 15 GUARD TUITION INCENTIVE PROGRAM. In addition to any other provisions of law, 16 any student who receives assistance from the appropriation made for the 17 "National Guard Tuition Incentive Program" in this Act shall repay any loans 18 and/or assistance if the student receives a discharge that is a less than 19 Honorable Discharge. Priority for funding shall be given to students already 20 receiving assistance from the National Guard Tuition Incentive Program. 21 The provisions of this section shall be in effect only from July $1, \frac{2012}{}$ 22 2013 through June 30, 2013 2014. 23 24 SECTION 25. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 25 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. COLLEGE 26 SAVINGS BONDS. The Department of Higher Education shall adopt rules and 27 regulations for the allocation of the funds reappropriated for the 28 development of projects at State Institutions of Higher Education and the 29 payment of project costs and expenses of the issuance of the bonds of the 30 Arkansas College Savings General Obligation Bonds Program to ensure that 31 funds are allocated and expended in a manner consistent with the provisions 32 of the Internal Revenue Code applicable to the Arkansas College Savings 33 General Obligation Bond Program (Program). The funds reappropriated for the 34 development of projects at State Institutions of Higher Education and the 35 payment of project costs and expenses of the issuance of the bonds of the

Arkansas College Savings General Obligation Bonds Program shall be allocated

- 1 and expended pursuant to the provisions of Arkansas Code 6-62-701 et seq. and
- 2 other laws of this State. The expenditure and allocation of funds shall be
- 3 exempt from any other provisions of state law which conflicts with any
- 4 provision of the rules and regulations which rules and regulations are
- 5 required to ensure the compliance of the Program with the applicable
- 6 provisions of the Internal Revenue Code.
- 7 The provisions of this section shall be in effect only from July $1, \frac{2012}{}$
- 8 2013 through June 30, 2013 2014.

- 10 SECTION 26. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
- 11 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. COLLEGE
- 12 SAVINGS BONDS LIMITATIONS. The total principal amount of bonds to be issued
- 13 during any fiscal biennium shall not exceed three-hundred million dollars
- 14 (\$300,000,000), nor shall the principal amount of bonds outstanding at any
- 15 time have debt service requirements in excess of twenty-four million dollars
- 16 (\$24,000,000) in any one fiscal year from all state revenue sources.
- 17 The provisions of this section shall be in effect only from July 1, -2012
- 18 2013 through June 30, 2013 2014.

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- 20 SECTION 27. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
- 21 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. HEALTH
- 22 EDUCATION GRANTS AND LOANS PRIORITIES. The Arkansas Higher Education
- 23 Coordinating Board, after consulting with the recognized associations of each
- 24 of the applicable medical professions and other interested persons, shall
- 25 determine the priorities for the applicable programs enumerated in the
- 26 appropriation made for "Health Education Grants and Loans" in this Act. The
- 27 Arkansas Department of Higher Education, if necessary, shall re-adjust the
- 28 number of positions for entering students to be funded for each applicable
- 29 program based upon the priorities determined by the board.
- 30 The provisions of this section shall be in effect only from July $1, \frac{2012}{}$
- 31 <u>2013</u> through June 30, <u>2013</u> <u>2014</u>.

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- 33 SECTION 28. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
- 34 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. FINANCIAL
- 35 AID PROGRAMS REPORTING. The Arkansas Department of Higher Education shall
- 36 report by May 30 to the House and Senate Interim Committees on Education the

- 1 budgeted allocation for each financial aid program funded through the Higher
- 2 Education Grants Fund Account for the upcoming fiscal year and projections
- 3 for the following year.
- 4 The provisions of this section shall be in effect only from July 1, -2012
- 5 2013 through June 30, 2013 2014.

- 7 SECTION 29. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
- 8 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW.
- 9 AUDIT/REVIEW OF STATE SCHOLARSHIP FUNDS. Any post-secondary institution that
- 10 receives state scholarship funds administered by the Arkansas Department of
- 11 Higher Education shall be subject to audit/review of such funds by the
- 12 Division of Legislative Audit, upon approval of the Legislative Joint Audit
- 13 Committee.
- The provisions of this section shall be in effect only from July 1,-2012
- 15 <u>2013</u> through June 30, <u>2013</u> <u>2014</u>.

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- 17 SECTION 30. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
- 18 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. AUDIT
- 19 DATA. All post-secondary institutions shall provide to the Arkansas
- 20 Department of Higher Education a copy of the Integrated Post-Secondary
- 21 Education Data System (IPEDS) data within three weeks following the IPEDS due
- 22 date, which shall be subject to audit by the Arkansas Department of Higher
- 23 Education.
- The provisions of this section shall be in effect only from July 1, 2012
- 25 <u>2013</u> through June 30, <u>2013</u> <u>2014</u>.

- 27 SECTION 31. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
- 28 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. FUNDING
- 29 FOR SALARY INCREASES. New funding through the Revenue Stabilization Act
- 30 determined by the Arkansas Department of Higher Education to have been for
- 31 salary increases for the fiscal year for Institutions of Higher Education
- 32 shall be used exclusively for salary increases. New funding actually received
- 33 for salary increases shall be spent exclusively for salary increases based
- 34 upon the state general revenue portion of total unrestricted educational and
- 35 general revenue. Funding received under this provision shall be used for no
- 36 purpose other than to provide such salary increases. Any designated funds not

1 used for salary increases shall be recouped at the end of each fiscal year 2 and transferred to the General Revenue Allotment Reserve Fund. 3 The provisions of this section shall be in effect only from July 1, 2012 4 2013 through June 30, 2013 2014. 5 6 SECTION 32. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 7 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. 8 PROGRAM COORDINATOR FUNDING. The Chief Fiscal Officer of the State shall 9 transfer sufficient funding for the fiscal year from the Higher Education 10 Grants Fund Account to the Department of Higher Education Fund Account in 11 order to finance the personal services costs of a DHE Program Coordinator. 12 The provisions of this section shall be in effect only from July 1, $\frac{2012}{1}$ 13 2013 through June 30, 2013 2014. 14 15 SECTION 33. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 16 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. 17 PROVISION. Upon certification by the Director of the Department of Higher 18 Education that transfers are needed to make maximum utilization of funds and 19 appropriations provided for financial aid programs, and with the approval of 20 the Chief Fiscal Officer of the State and a review by the Arkansas 21 Legislative Council, funds and appropriations may be transferred between 22 financial aid programs to more adequately align the appropriation with the 23 number of eligible students. , except that funds and appropriations may not be transferred for such purposes from either the Governor's Scholars Program 24 25 or the Academic Challenge Scholarships Program in excess of \$1,000,000 in the 26 aggregate in a fiscal year. Any transfer restrictions contained in 27 appropriation acts for the Department of Higher Education relating to appropriation transfers from Governor's Scholars Program and Academic 28 29 Challenge Scholarships shall not be applicable to transfers between 30 Governor's Scholars and Academic Challenge Scholarship appropriations. 31 The provisions of this section shall be in effect only from July 1, $\frac{2012}{1}$ 32 2013 through June 30, 2013 2014.

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SECTION 34. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. TRANSFER OF HIGHER EDUCATION GRANTS FUND APPROPRIATIONS - HEALTH EDUCATION GRANTS AND

- 1 LOANS. Upon certification to and with the approval of the Chief Fiscal
- 2 Officer of the State, surplus funds and appropriations may be transferred
- 3 between the appropriations provided for "Health Education Grants and Loans"
- 4 by this Act by the General Assembly for Dental Aid Grants and Loans,
- 5 Optometry Aid, Veterinary Aid, Podiatry Aid, Chiropractic Aid and Osteopathy
- 6 Aid.
- 7 The provisions of this section shall be in effect only from July $1, \frac{2012}{}$
- 8 2013 through June 30, 2013 2014.

- 10 SECTION 35. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
- 11 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW.
- 12 CONTINGENCY APPROPRIATIONS TRANSFERS AND REPORTS. (a) Upon approval by
- 13 the Department of Higher Education and the Chief Fiscal Officer of the State,
- 14 institutions of higher education may transfer appropriation from the cash
- 15 contingency appropriation to any other appropriation made to the institution
- 16 from cash funds including the establishment of commitment items, and may
- 17 transfer appropriation from the contingency appropriation made payable from
- 18 each institution's State Treasury Fund to the state operations appropriation
- 19 made payable from each institution's State Treasury Fund including the
- 20 establishment of commitment items, and may transfer appropriation from the
- 21 contingency appropriation made payable from the Tobacco Settlement Program
- 22 Fund Accounts to any other appropriation made to the institution from Tobacco
- 23 Settlement Program Fund Accounts including the establishment of commitment
- 24 items.
- 25 (b) Contingency appropriation transfers shall only establish and
- 26 supplement commitment items that were recommended by the Higher Education
- 27 Coordinating Board in the budget manuals presented to the Legislative Council
- 28 and Joint Budget Committee.
- 29 (c) The Department of Higher Education shall report contingency
- 30 appropriation transfers and the establishment of any commitment items
- 31 authorized by this Section to the Legislative Council or Joint Budget
- 32 Committee for review during its July meeting. The report shall include, by
- 33 institution, the establishment of, and the amounts transferred to, each
- 34 commitment item, the reasons therefor and the source of funds. Institutions
- 35 shall submit contingency appropriation transfer and commitment item
- 36 establishment requests authorized by this Section to the Department of Higher

- 1 Education no later than July 1. Upon the failure of an institution to submit
- 2 the required information by the July 1 deadline, the Department of Higher
- 3 Education shall immediately notify by written notification the chairpersons
- 4 of the Legislative Council or Joint Budget Committee.

- 6 SECTION 36. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
- 7 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. STUDENT
- 8 UNDERGRADUATE RESEARCH FELLOWSHIP (SURF) PROGRAM. The focus of the Student
- 9 Undergraduate Research Fellowship (SURF) Program is the continued development
- 10 of undergraduate academic research efforts at Arkansas colleges and
- 11 universities. The Arkansas Department of Higher Education shall adopt rules
- 12 and regulations necessary for the proper administration of the Student
- 13 Undergraduate Research Fellowship Program. Administrative functions and
- 14 responsibilities may include, but not necessarily be limited to, the
- 15 development of eligibility criteria, collection of applications, coordination
- 16 of student evaluations, distribution of public notices, and funding of grants
- 17 for academic research purposes. Staff of the Arkansas Department of Higher
- 18 Education shall administer this program. The Arkansas Department of Higher
- 19 Education shall be authorized to expense costs associated with the
- 20 administration of the program, from funds made payable from the Higher
- 21 Education Grants Fund Account for the Student Undergraduate Research
- 22 Fellowship Program as authorized in Section 4 of this Act.

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- 24 SECTION 37. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
- 25 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW.
- 26 COOPERATION AGREEMENTS. Any two-year institution of Higher Education that has
- 27 its main campus, or a satellite campus, or center located within a twenty
- 28 five mile radius of any four year other main campus of an institution of
- 29 higher education shall enter into a written agreement with that four year
- 30 institution which must address duplication of services between the
- 31 institutions.
- 32 The provisions of this section shall be in effect only from July 1, 2012
- 33 2013 through June 30, 2013 2014.

- 35 SECTION 38. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
- 36 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. COST

- 1 ALLOCATION. The Department of Higher Education may refund to the Higher
- 2 Education Fund Account or the Higher Education Grants Fund Account such
- 3 amounts determined by the Department to be reimbursements received from the
- 4 Arkansas Lottery Commission for costs related to the administration of the
- 5 Arkansas Academic Challenge Scholarship Program.

- 7 SECTION 39 SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
- 8 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW.
- 9 APPROPRIATION TRANSFER PROCEDURES AR GEOGRAPHICAL CRITICAL NEEDS MINORITY
- 10 TEACHER SCHOLARSHIP PROGRAM. The Director of the Arkansas Department of
- 11 Higher Education shall determine the amount available, up to \$200,000 per
- 12 fiscal year, to fund the Arkansas Geographical Critical Needs Minority
- 13 Teacher Scholarships and shall certify to the Chief Fiscal Officer of the
- 14 State and the State Treasurer such amount as is required to be transferred
- 15 from the Higher Education Grants Fund Account. Upon receiving such
- 16 certification, the Chief Fiscal Officer of the State and the State Treasurer
- 17 shall cause to be transferred the necessary funds and appropriation to the
- 18 fund account of the University of Arkansas at Pine Bluff for implementation
- 19 of this program. The University of Arkansas at Pine Bluff may use up to
- 20 twenty percent (20%) of the funds and appropriation for administration of the
- 21 program.
- The provisions of this section shall be in effect only from July 1, 2012
- 23 <u>2013</u> through June 30, <u>2013</u> <u>2014</u>.

- 25 SECTION 40. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
- 26 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. HIGHER
- 27 EDUCATION CENTRAL POOL POSITIONS. a) Universities (1) The Department of
- 28 Higher Education shall establish and maintain a central pool of three hundred
- 29 (300) positions to be used to establish additional positions when an
- 30 institution does not have sufficient positions available to meet
- 31 unanticipated enrollment growth, industry training demands, and its mandated
- 32 responsibilities.
- 33 (2) Central pool positions are to be used by the institutions if the
- 34 personnel service needs exceed the number of positions authorized by the
- 35 General Assembly and that were not anticipated at the time of the passage of
- 36 the institution's operating appropriation act.

- 1 (3) No position established under this section may exceed the salary rate of
- 2 the highest maximum annual salary rate or the highest grade level position
- 3 authorized by the General Assembly in the requesting institution's operating
- 4 appropriation act.
- 5 (4) The institution shall provide justification to the Department of Higher
- 6 Education for the need to allocate positions from the central pool.
- 7 (5) Titles shall not be assigned to the institution from the central pool
- 8 until specific positions are requested by the institution, recommended by the
- 9 Department of Higher Education and approved by the Arkansas Legislative
- 10 Council or the Joint Budget Committee.
- 11 (6) If an institution requests any central pool position to be continued
- 12 during the subsequent fiscal year, the position must be requested as a new
- 13 position in the institution's subsequent fiscal year budget request.
- 14 (b) Colleges (1) The Department of Higher Education shall establish and
- 15 maintain a central pool of two hundred fifty (250) positions to be used to
- 16 establish additional positions when an institution does not have sufficient
- 17 positions available to meet unanticipated enrollment growth, industry
- 18 training demands, and its mandated responsibilities.
- 19 (2) Central pool positions are to be used by the institutions if the
- 20 personnel service needs exceed the number of positions authorized by the
- 21 General Assembly and that were not anticipated at the time of the passage of
- 22 the institution's operating appropriation act.
- 23 (3) No position established under this section may exceed the salary rate of
- 24 the highest maximum annual salary rate or the highest grade level position
- 25 authorized by the General Assembly in the requesting institution's operating
- 26 appropriation act.
- 27 (4) The institution shall provide justification to the Department of Higher
- 28 Education for the need to allocate positions from the central pool.
- 29 (5) Titles shall not be assigned to the institution from the central pool
- 30 until specific positions are requested by the institution, recommended by the
- 31 Department of Higher Education and approved by the Arkansas Legislative
- 32 Council or the Joint Budget Committee.
- 33 (6) If an institution requests any central pool position to be continued
- 34 during the subsequent fiscal year, the position must be requested as a new
- 35 position in the institution's subsequent fiscal year budget request.
- 36 (c) Determining the maximum number of employees and the maximum amount of

- 1 appropriation and general revenue funding for institutions of higher
- 2 education each fiscal year is the prerogative of the General Assembly. This
- 3 is usually accomplished by delineating such maximums in the appropriation
- 4 act(s) for institutions of higher education and the general revenue
- 5 allocations authorized for each fund and fund account by amendment to the
- 6 Revenue Stabilization law. Further, the General Assembly has determined that
- 7 institutions of higher education may operate more efficiently if some
- 8 flexibility is provided to institutions of higher education authorizing broad
- 9 powers under this Section. Therefore, it is both necessary and appropriate
- 10 that the General Assembly maintain oversight by requiring prior approval of
- 11 the Legislative Council or Joint Budget Committee as provided by this
- 12 section. The requirement of approval by the Legislative Council or Joint
- 13 Budget Committee is not a severable part of this section. If the requirement
- 14 of approval by the Legislative Council or Joint Budget Committee is ruled
- 15 unconstitutional by a court of competent jurisdiction, this entire section is
- 16 void.

- 17 The provisions of this section shall be in effect only from July 1, -2012
- 18 2013 through June 30, 2013 2014.
- 20 SECTION 41. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
- 21 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. SREB
- 22 MINORITY DOCTORAL SCHOLARS PROGRAM REGULATIONS. The Department of Higher
- 23 Education is authorized to promulgate rules and regulations for the
- 24 administration of the Southern Regional Education Board (SREB) Minority
- 25 Doctoral Scholars program.
- 27 SECTION 42. SPECIAL LANGUAGE. Arkansas Code Title 6, Chapter 62,
- 28 Section 803, concerning limits on funding of athletic programs, is amended to
- 29 read as follows:
- 30 6-62-803. Limits on funding.
- 31 (a) Beginning in fiscal year 1991-1992, the amount of unrestricted
- 32 educational and general funds for intercollegiate athletic programs at state-
- 33 supported institutions of higher education shall be limited to four hundred
- 34 fifty thousand dollars (\$450,000) at four-year institutions and to fifty-one
- 35 dollars (\$51.00) per full-time-equivalent student per year at two-year
- 36 branches of four-year institutions and at other two-year institutions of

- l higher education.
- 2 (b)(1) Beginning in fiscal year 1997-1998, state-supported four-year
- 3 institutions of higher education may use an additional three hundred thousand
- 4 dollars (\$300,000) per fiscal year of unrestricted educational and general
- 5 funds to provide gender equity in intercollegiate athletic programs.
- 6 (2) Two-year branches of the four-year institutions and other two-year
- 7 institutions of higher education may use an additional amount of unrestricted
- 8 educational and general funds for providing gender equity in intercollegiate
- 9 athletic programs in the amount of thirty-four dollars (\$34.00) per full-
- 10 time-equivalent student per year.
- 11 (e)(1) Beginning in fiscal year 2005-2006, the limits on the amount of
- 12 unrestricted educational and general funds for intercollegiate athletic
- 13 programs at state-supported institutions of higher education set forth in
- 14 subsections (a) and (b) of this section shall be adjusted as determined by
- 15 the Department of Higher Education based on the consumer price index.
- 16 (2)(A) For fiscal year 2005-2006, the adjustments shall take into
- 17 account the inflation increases since the figures set forth in subsections
- 18 (a) and (b) of this section were established or last adjusted.
- 19 (B) In subsequent years, the adjustment shall be for the period
- 20 from the last adjustment to the beginning of the relevant fiscal year.
- 21 (a) For the certification required under $\S6-62-805$, the amount allowed to be
- 22 budgeted of unrestricted educational and general funds for intercollegiate
- 23 athletic programs at state-supported institutions of higher education shall
- 24 <u>be limited to an amount established by the Department of Higher Education for</u>
- 25 the fiscal year 2012-2013 or an amount of not more than two (2%) percent of
- 26 the actual total unrestricted educational and general revenues of the
- 27 previous fiscal year at institutions of higher education.
- 28 (b) The Department of Higher Education shall annually adjust the allowable
- 29 transfer based upon the consumer price index.
- 31 SECTION 43. SPECIAL LANGUAGE. Arkansas Code Title 6, Chapter 62,
- 32 Subchapter 3 is amended to read as follows:

- 34 6-62-314. Construction Project Exemption.
- 35 The following state-supported institutions of higher education shall be
- 36 exempt as allowed by §19-4-1415(b)(5) for construction projects exceeding

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1
     five million dollars ($5,000,000) if they have adopted policies and
 2
     procedures in compliance with state law involving the awarding and oversight
 3
     of the contracts for design and construction services:
 4
 5
           (1) Henderson State University;
 6
 7
           (2) Southern Arkansas University - Magnolia;
 8
 9
           (3) University of Central Arkansas;
10
11
           (4) Mid-South Community College;
12
13
           (5) National Park Community College; and
14
15
           (6) Northwest Arkansas Community College; and
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17
           (7) Rich Mountain Community College.
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19
           SECTION 44. SPECIAL LANGUAGE. Arkansas Code Title 6, Chapter 61,
20
     regarding the Arkansas Higher Education Coordinating Board, is amended by
21
     adding a new section:
22
     6-61-233. Funding formula implementation — Department of Higher Education.
23
24
     The implementation of the funding component of the outcome-centered formula
     defined in §6-61-224, §6-61-228, and §6-61-229 shall not progress beyond the
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26
     2014-2015 school year until such time as the Arkansas Department of Higher
27
     Education determines that all institutions are funded at the minimum standard
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     of equity defined as seventy-five percent (75%) of needed state funding, as
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     determined by the needs-based component of the funding formula models. In any
30
     fiscal year that the aggregate general revenue funding forecasted to be
     available for higher education institutions is less than the amount in the
31
     2012-13 fiscal year, the Arkansas Department of Higher Education will not
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     further implement the funding component until such time as the aggregate
     general revenue for higher institutions is restored to the 2012-13 fiscal
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     year level. The Arkansas Department of Higher Education shall continue to
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     execute and publish the results of the outcome-centered component to measure
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the progress of institutions in reaching the broad goals of satisfactory

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progression and graduation of all students enrolled in state-supported 2 3 institutions of higher education. 4 SECTION 45. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 5 6 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. OUTCOME-7 CENTERED FUNDING AWARDS. Upon certification of the Director of the 8 Department of Higher Education, the Chief Fiscal Officer of the State shall 9 transfer to the Department of Higher Education Fund Account certified amounts based upon the outcome-centered funding policy of the Arkansas Higher 10 Education Coordinating Board from the State Treasury funds of the 11 12 Institutions of Higher Education. The Department of Higher Education will 13 distribute funds from the Outcome-Centered Funding Awards Appropriation based 14 upon the outcome-centered funding policy of the Arkansas Higher Education 15 Coordinating Board. The provisions of this section shall be in effect only from July 1, 16 2013 through June 30, 2014. 17 18 19 SECTION 46. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS CODE NOR PUBLISHED SEPARATELY AS SPECIAL. LOCAL AND TEMPORARY LAW. 20 21 ADMINISTRATIVE FEES. The Department of Higher Education is authorized to 22 recover non-refundable administrative fees related to the institutional 23 certification and exemption process for out-of-state, non-public, and forprofit colleges and universities. These fees include a notification fee, an 24 25 application processing fee, and travel expenses for the certification review 26 teams. 27 The provisions of this section shall be in effect only from July 1, 28 2013 through June 30, 2014. 29 30 SECTION 47. COMPLIANCE WITH OTHER LAWS. Disbursement of funds 31 authorized by this act shall be limited to the appropriation for such agency 32 and funds made available by law for the support of such appropriations; and 33 the restrictions of the State Procurement Law, the General Accounting and 34 Budgetary Procedures Law, the Revenue Stabilization Law, the Regular Salary Procedures and Restrictions Act, or their successors, and other fiscal 35 36 control laws of this State, where applicable, and regulations promulgated by

1	the Department of Finance and Administration, as authorized by law, shall be
2	strictly complied with in disbursement of said funds.
3	
4	SECTION 48. LEGISLATIVE INTENT. It is the intent of the General
5	Assembly that any funds disbursed under the authority of the appropriations
6	contained in this act shall be in compliance with the stated reasons for
7	which this act was adopted, as evidenced by the Agency Requests, Executive
8	Recommendations and Legislative Recommendations contained in the budget
9	manuals prepared by the Department of Finance and Administration, letters, or
10	summarized oral testimony in the official minutes of the Arkansas Legislative
11	Council or Joint Budget Committee which relate to its passage and adoption.
12	
13	SECTION 49. EMERGENCY CLAUSE. It is found and determined by the
14	General Assembly, that the Constitution of the State of Arkansas prohibits
15	the appropriation of funds for more than a one (1) year period; that the
16	effectiveness of this Act on July 1, 2013 is essential to the operation of
17	the agency for which the appropriations in this Act are provided, and that in
18	the event of an extension of the legislative session, the delay in the
19	effective date of this Act beyond July 1, 2013 could work irreparable harm
20	upon the proper administration and provision of essential governmental
21	programs. Therefore, an emergency is hereby declared to exist and this Act
22	being necessary for the immediate preservation of the public peace, health
23	and safety shall be in full force and effect from and after July 1, 2013.
24	
25	/s/Joint Budget Committee
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28	APPROVED: 04/22/2013
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