

1 State of Arkansas  
2 88th General Assembly  
3 Regular Session, 2011  
4

*As Engrossed: H2/8/11*  
**A Bill**

HOUSE BILL 1296

5 By: Representative Carnine  
6

7 **For An Act To Be Entitled**

8 AN ACT TO CLARIFY THE DEFINITION OF REVENUE RECEIPTS  
9 OF A SCHOOL DISTRICT; AND FOR OTHER PURPOSES.  
10

11 **Subtitle**

12 TO CLARIFY THE DEFINITION OF REVENUE  
13 RECEIPTS OF A SCHOOL DISTRICT.  
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17 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:  
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19 SECTION 1. Arkansas Code § 6-20-401(4), concerning the definition of  
20 revenue receipts of a school district, is amended to read as follows:

21 (4) "Revenue receipts of a school district" means those receipts  
22 that do not result in increasing school indebtedness or in depleting school  
23 property. Specifically, revenue receipts of a school district for any fiscal  
24 year shall consist of the following funds:

25 (A) Net cash balance on hand at the beginning of the  
26 school fiscal year, July 1;

27 (B) The remaining net proceeds of local taxes collected in  
28 the calendar year in which the school fiscal year started ~~plus forty percent~~  
29 ~~(40%) of the proceeds of the local taxes that are not pledged to secure~~  
30 ~~bonded indebtedness or forty percent (40%) of the revenue from the uniform~~  
31 ~~rate of tax whichever is greater collected in the succeeding calendar year.~~  
32 ~~This forty percent (40%) shall be determined by applying the following~~  
33 ~~formula: The greater of the assessed valuation multiplied by the tax rate~~  
34 ~~which is not pledged to secure bonded indebtedness multiplied by forty~~  
35 ~~percent (40%) or the assessed valuation multiplied by the uniform rate of tax~~  
36 ~~multiplied by forty percent (40%); and~~



1 (C)(i) For the 2011-2012 school year, the proceeds of the  
2 local taxes collected by June 30 in the succeeding calendar year. If the  
3 amount collected is less than thirty-six percent (36%) of the proceeds of the  
4 local taxes that are not pledged to secure bonded indebtedness, the amount  
5 necessary to equal thirty-six percent (36%) may be accrued.

6 (ii) The percentage under subdivision (4)(C)(i) of  
7 this section shall be reduced by four percent (4%) each subsequent school  
8 year until it is zero (0), as follows:

9 (a) Thirty-two percent (32%) in the 2012-2013  
10 school year;

11 (b) Twenty-eight percent (28%) in the 2013-  
12 2014 school year;

13 (c) Twenty-four percent (24%) in the 2014-2015  
14 school year;

15 (d) Twenty percent (20%) in the 2015-2016  
16 school year;

17 (e) Sixteen percent (16%) in the 2016-2017  
18 school year;

19 (f) Twelve percent (12%) in the 2017-2018  
20 school year;

21 (g) Eight percent (8%) in the 2018-2019 school  
22 year;

23 (h) Four percent (4%) in the 2019-2020 school  
24 year; and

25 (i) Zero percent (0%) in the 2020-2021 school  
26 year; and

27 (D) The net proceeds of all other funds accrued or placed  
28 to the credit of the district during the fiscal year from regular revenue  
29 sources, including, ~~but not limited to,~~ without limitation state and federal  
30 funding.

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32 /s/Carnine  
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