## ARKANSAS SENATE

85th General Assembly - Regular Session, 2005
Amendment Form
JBC 04/06/05 (2)

## Subtitle of Senate Bill No. 874

"AN ACT FOR THE DEPARTMENT OF EDUCATION - DIVISION OF PUBLIC SCHOOL
ACADEMIC FACILITIES AND TRANSPORTATION APPROPRIATION FOR THE 2005-
2007 BIENNIUM."

## Amendment No. 4 to Senate Bill No. 874.

Amend Senate Bill No. 874 as engrossed, S4/6/05 (version: 04-06-2005 15:54)

Page 3, line 3, delete "\$ 667,026 \$ 685,889" and substitute
"\$ 917,310 \$ 943,699"
And
Page 3, line 5, delete "l83,211 183,307" and substitute "295,148 300,877" And
Page 3, line 7, delete "50,000 50,000" and substitute "130,000 130,000"
And
Page 3, line 8, delete "5,000 5,000" and substitute "25,000 25,000"
And
Page 3, delete line 11 and 12 in their entirety and substitute the following:
" (E) DATA PROC. 5,000 5,000
(05) SAFETY TRAINING $\underline{250,000} \underline{250,000}$

TOTAL AMOUNT APPROPRIATED \$ 1,772,458 \$ $\$ \underline{\underline{~ 1,804,576 " ~}}$
And
Add new sections immediately following Section 6 to read as follows:
" SECTION 7. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. FUND TRANSFER. Immediately upon the effective date of this act, and on July l, 2006, the Chief Fiscal Officer of the State shall transfer on his books and those of the State Treasurer and Auditor of State the sum of seven hundred sixty five thousand dollars $(\$ 765,000)$ from the Department of Education Public School Fund Account to the Division of Public School Academic Facilities and Transportation Fund Account to provide funds for the appropriation in Section 3 of this Act.

The provisions of this section shall be in effect only from July l, 2005 through June 30, 2007.

SECTION 8. SPECIAL LANGUAGE. Arkansas Code 6-20-1701 through 6-20-1716 concerning High Cost Transportation Funding is repealed. 6-20-1701. Title.

The title of this subchapter shall be "The High Cost Transportation Funding Formula Act of 1997".

6-20-1702. Definitions.

As used in this subchapter, unless the context otherwise requires:
(1) "Activity bus" means a bus which is used to transport students for participation in activities sanctioned by the Arkansas Activities Association or other extracurricular activities sanctioned by the school district;
(2)(A) "Approved transportation unit" means a school bus which meets all state and federal safety standards for school bus construction and which is certified by the manufacturer as a school bus.
(B) The school bus must be assigned to a regular school bus route for transporting students to and from the public schools during the regular school term.
(C) To qualify for state aid, the bus must have a capacity of at least eleven (11) students.
(D) All approved transportation units shall be in good repair, sanitary, and in safe operating condition as indicated by regular maintenance and safety inspections;
(3) "Area" means the number of square miles of land within the school district boundary lines computed to the nearest whole section;
(4) "Assigned school" means the school site where a student receives most of his or her academic instruction;
(5)(A) "Average daily membership" means the total number of days attended plus the total number of days absent by students in grades kindergarten through twelve ( $K-12$ ) during the first three (3) quarters of each school year divided by the number of school days actually taught in the district during that period of time with the result rounded up to the nearest hundredth. (B) In those instances in which the average daily membership for fewer than three (3) quarters is specified, the number of days used in the calculation shall be the days in the specified period of time.
(C) As applied to this subchaptex, students who may be counted for average daily membership are:
(i) Students who reside within the boundaries of the school district and are enrolled in a public school operated by the district or a private school for special education students, with such attendance resulting from a written tuition agreement approved by the Department of Education; (ii) Legally transferred students living outside the district but attending a public school in the district; and (iii) Students who reside within the boundaries of the school district and are enrolled in the Arkansas National Guard Youth Challenge Program, so Long as the students are participants in the program;
(6) (A) "Average daily transported" means the average number of students transported daily in kindergarten through grade twelve ( $\mathrm{K}-12$ ). Average daily transported is based on the average of the first three (3) quarters of the previous school year rounded up to the nearest hundredth.
(B) Students eligible to be counted as the average daily transported include resident students attending school within the district and residing two (2) route miles or more from their respective assigned schools, legally transferred students under $\S 6-18-316$, school choice students under § 6-18206, and tuition agreement students;
(7) "Bus seating capacity" means the rated seating capacity, indicating the maximum number of persons to be accommodated, as designated by the manufacturer;
(8) "Density" means the area in square miles of the school district divided into the average daily transported in grades kindergarten through twelve (K12) rounded up to the nearest tenth;
(9) "Disaster aid" means transportation aid payable to a school district due to a natural or man-made disaster that causes a school district to reroute one (1) or more approved transportation units so that additional miles are incurred above the previously established route for a minimum of twenty (20) school days in which affected students are actually transported;
(10) "Feeder bus" means a bus used to transport students from their home to the bus line where they board an approved transportation unit. No transportation aid shall be allowed for a feeder bus;
(11) "Fleet seating capacity" means the number of approved tramsportation units, by bus seating capacity, times the bus seating capacity of each respective unit;
(12) "Legally transferred students" means students granted transfers under § 6-18-316;
(13) "Previous year" means the school year immediately preceding the school year in which funds authorized by this chapter are allocated;
(14) "Resident student" means a student in grades kindergarten through twelve ( $K-12$ ) living within the local school district;
(15) "Route" means an established regular course of travel used daily by an approved transportation unit for the purpose of moving students to and from their assigned school;
(16) "School choice students" means students attending a public school in a district other than the one in which the student resides pursuant to § 6-18206;
(17) "Shuttle bus" means a bus not used on the daily route but used to shuttle students from one (1) school to another. Shuttle buses shall not be eounted for aid purposes as approved transportation units;
(18) "Spare bus" means a bus that is held in reserve, i.e., an additional or extra bus which shall not be counted in the number approved for aid purposes as an approved transportation unit;
(19) "Special unit" means an eleven-passenger to sixteen-passenger school bus meeting all state and federal safety standards; and (20) "Tuition agreement students" means students attending school outside the resident district under a written tuition agreement between the resident district and the receiving district.

6-20-1703. Galculation of transportation aid.

A local school district's base aid is determined by adding the school
district's student aid and bus allowance using the worksheet for transportation in $\S 6-20-1716$ and the formula components set forth in $\S 6-20-$ 1704.

6-20-1704. Calculation of transportation aid components.
(a) Galculation of Average Daily Transported.
(1)(A) Average daily transported may include resident students who reside two (2) route miles or more from their assigned schools.
(B) Districts may count students who live in this area, even if private transportation is provided for these students, so long as a school bus is operated by the district for the potential transportation of these students. (C) The school district must determine whether a student lives without or within the two-mile distance for each assigned school using an established bus route.
(2)(A) Average daily transported may include legally transferred students, school choice students, and tuition agreement students.
(B) However, a legally transferred student, a school choice student, or a tuition agreement student may only be counted toward average daily transported if the district actually transports this student.
(C) Under § 6-18-206, if both the resident district and the receiving district provide transportation to a legally transferred student, a school choice student, or a tuition agreement student, both districts may count this student on their average daily transported calculation.
(3) Average daily transported may not include students living within the two-mile distance of the assigned school, using an established bus route, even if students are picked up at courtesy bus stops within the two-mile distance.
(4) In order to verify average daily transported, all school districts must keep accurate records indicating:
(A) The number of students who live outside the two-route-mile distance from their assigned school;
(B) The bus in which students identified in subdivision (a)(4)(A) of this section are transported;
(C) The distance which students identified in subdivision (a)(4)(A) of this section live from the assigned school as measured by an established bus route;
(D) All legally transferred students who are transported;
(E) A11 school choice students who are transported; and
(F) A11 tuition agreement students who are transported.
(b) Galculation of student aid. Student aid is determined by multiplying the district's average daily transported times the rate per student pursuant to $\&$ 6-20-1715.
(c) Calculation of bus allowance. (1) Total bus allowance is determined by summing the following: For each category of bus seating capacity of approved transportation units, multiply the number of approved transportation units times the allowance.
(2)(A) To determine the number of approved transportation units for the eurrent school year, use the number of approved transportation units operated in the previous year.
(B) Approved transportation units that run a double or triple run are counted as one (1) unit.
(C) Activity buses, feeder buses, shuttle buses, and spare buses shall not be included for aid purposes.
(3) Approved transportation units may qualify for an allowance based on bus seating capacity as follows:

Bus Seating Gapacity Allowance per Unit
89 $\$ 4,400$

| 83 | $\$ 4,100$ |
| ---: | ---: |
| 77 | $\$ 3,800$ |
| 71 | $\$ 3,500$ |
| 65 | $\$ 3,200$ |
| 59 | $\$ 3,100$ |
| 53 | $\$ 3,000$ |
| 47 | $\$ 2,900$ |
| 41 | $\$ 2,800$ |
| 35 | $\$ 2,700$ |
| 23 | $\$ 2,500$ |
| Special |  |
| units | $\$ 2,400$ |

(d) District's base aid amount. The district's base aid is determined by adding the total student aid and the total bus allowance.

6-20-1705. Modification of transportation aid.
(a) Base aid shall be modified by applying two (2) factors to the
district's base aid:
(1) Minimum base aid; and
(2) Maximum base aid.
(b) The sum of base aid as adjusted by subsection (a) of this section, handicapped aid, and disaster aid shall be further modified by application of the high cost transportation adjustment factor.

6-20-1706. Minimum transportation aid.
(a) The minimum amount of base aid for which a district may qualify is determined by comparing the fleet seating capacity and the maximum eligible average daily transported.
(b) Maximum eligible average daily transported is the average daily transported times one and two-tenths (1.2).
(c) If the maximum eligible average daily transported is less than the fleet seating capacity:
(1) Multiply the number of approved transportation units excluding special units times the maximum eligible average daily transported, including any adjustments for annexation or consolidation, or both and divide by the fleet seating capacity.
(2) Multiply the result in subdivision (c)(1) of this section times nine thousand two hundred dollars $(\$ 9,200)$ and add the total base aid for special units.
(d) If the maximum eligible average daily transported is greater than the fleet seating capacity, multiply the number of approved transportation units excluding special units times nine thousand two hundred dollars ( $\$ 9,200$ ) and add the base aid for special units.

6-20-1707. Maximum base aid.
(a) The maximum amount of base aid for which a district may qualify is determined by comparing the fleet seating capacity and the maximum eligible average daily transported.
(b) If the maximum eligible average daily transported is less than the fleet seating capacity:
(1) Multiply the number of approved transportation units, excluding special units, times the maximum eligible average daily transported, including any adjustments for annexation or consolidation or both, and divide by the fleet seating capacity; and
(2) (A) If transportation aid is funded in an amount less than nine million two hundred thousand dollars ( $\$ 9,200,000$ ), the result from subdivision (b) (1) of this section shall be multiplied times fourteen thousand eight hundred dollars ( $\$ 14,800$ ) and added to the base aid for special units; or
(B) If transportation aid is funded in the amount of nine million two hundred thousand dollars $(\$ 9,200,000)$ or more, the result from subdivision (b) (l) of this section shall be multiplied times sixteen thousand dollars $(\$ 16,000)$ and added to the base aid for special units.
(c) If the maximum eligible average daily tramsported is more than the fleet seating capacity; and
(1) If transportation aid is funded in an amount less than nine million two hundred thousand dollars $(\$ 9,200,000)$, the number of approved transportation units, excluding special units, shall be multiplied times fourteen thousand eight hundred dollars $(\$ 14,800)$ and added to the base aid for special units; өx
(2) If transportation aid is funded in the amount of nine million two hundred thousand dollars ( $\$ 9,200,000$ ) or more, the number of approved transportation units, excluding special units, shall be multiplied times sixteen thousand dollars $(\$ 16,000)$ and added to the base aid for special units.

6-20-1708. Application of minimum and maximum adjustment factors.
(a) A school district may not qualify for less base aid than the minimum base aid, and it may not qualify for more than the maximum base aid. (b) The adjusted base aid for which a district is qualified shall be: (1) The school district's base aid if the base aid is less than the maximum base aid calculated under § 6-20-1707 and greater than the minimum base aid calculated in § 6-20-1706;
(2) The minimum base aid calculated under § 6-20-1706, if the school district's base aid amount is less than its minimum base aid; or (3) The maximum base aid calculated under § 6-20-1707, if the school district's base aid amount is more than the maximum base aid.

6-20-1709. High cost transportation adjustment factor.
(a) Total transportation aid shall be adjusted by application of the high cost transportation factor as follows:
(1) Multiply the high cost transportation factor, to be determined annually by the Department of Education, times the average daily membership of the district; and
(2) Subtract the result in subdivision (a) (1) of this section from the sum of adjusted base aid pursuant to $\S 6-20-1708$, handicapped aid, and disaster aid on the transportation worksheet in \& 6-20-1716.
(b) Workshop aid shall be provided exclusive of the high cost transportation
adjustment.

6-20-1710. Workshop aid.
(a) In addition to the total amount of approved aid, a district shall be entitled to workshop aid.
(b) Workshop aid shall be calculated as follows:
(1)(A) Seventy dollars ( $\$ 70.00$ ) will be paid to the school district for each qualified route driver, substitute driver, and activity driver employed by the school district who attends the Department of Education-sponsored inservice workshop.
(B) To qualify for the seventy dollars ( $\$ 70.00$ ), attendees shall hold a valid Class "A", "B", "C", or "D" driver's licensewith a "P" or passengex endorsement.
(C) Payment shall be made from an instructor's sign-in sheet containing name and license number;
(2) Three hundred fifty dollars (\$350) will be paid to the school district for each school bus mechanic who attends the annual workshop for mechanics sponsored by the department;
(3)(A) Resident districts or host districts that furnish instructors for the in-service program shall be reimbursed for all expenses incurred in the school bus driver training program.
(B) (i) Instructors shall receive seven dollars ( $\$ 7.00$ ) per qualified attendee, mileage at the eurrent state allowable rate, and any related documented expenses associated with the in-service program for bus drivers. (ii) Instructors will be paid one hundred fifty dollars (\$150) for conducting a beginning school bus drivers workshop for schools. (C) All school bus safety instructors shall be employed full time by a public/state educational institution.
(D) Payment is made during the current year of instruction;
(4) Documented expenses for five (5) Arkansas Association of Student Transportation officers will be paid to the Southeastern States Pupil Transportation Conference in July of each year. An officer elected at the yearly meeting who cannot attend shall not be replaced with a substitute, and the attendance option shall be forfeited that year; and (5)(A) Documented expenses for six (6) delegates to the National Minimum School Bus Standards Conference will be paid. This conference, conducted every five (5) years, established the standards for operational and mechanical specifications for school buses nationwide. (B)(i) All delegates shall be employed full time by a public school system and shall be active in the school transportation program. (ii) All delegates shall be approved by the Director of the Department of Education.

6-20-1711. Handicapped aid.
(a) In addition to the total amount of adjusted base aid, a district shall be entitled to handicapped aid.
(b) Handicapped aid is determined by multiplying three hundred dollars ( $\$ 300$ ) times the number of school buses used primarily for transporting children with disabilities.
(c)(1) For each unit used primarily for transporting children with disabilities, the district may receive an additional two hundred dollars
(\$200) for each school bus equipped with a wheelchair lift.
(2) For each student requiring specialized transportation according to his or her individualized education plan, the district may receive an additional twenty-five dollars (\$25.00) for each eligible student.

6-20-1712. Annexation and consolidation incentive.
(a)(1) A transportation incentive factor will be allowed for school districts annexing or consolidating. This incentive factor shall assume that all students of annexed or consolidated school districts are eligible to be transported until actual average daily transported can be determined.
(2) To calculate this incentive factor, the average daily membership of the nontransported students shall be added to the average daily transported before completing the transportation worksheet in \& 6-20-1716.
(3) Once actual average daily transported can be determined, an adjustment may be made in average daily transported.
(b) In the event that a consolidation or annexation occurs during the school year, an adjustment in the average daily transported may be made at the time that the event occurs.
(c) On any additional approved transportation units used to transport the new average daily transported pursuant to subsection (a) of this section, depreciation will be allowed in the same manner as on all other approved transportation units.

6-20-1713. Disaster aid.
(a) Districts may apply for disaster aid by completing an application with written documentation of the natural or man-made disaster and returning it to the Department of Education.
(b) Disaster aid must be claimed during the school year in which the disaster occurred.
(c) Disaster aid is payable during the school year in which the disaster occurs or exists, and the aid is payable for a maximum of the current school year or until the temporary rerouting of the school bus ceases.
(d) (1) The department will calculate disaster aid by taking eighty-five percent ( $85 \%$ ) of the state average cost per mile times the additional miles added to the bus route.
(2)(A) The state average cost per mile will be calculated using data from the previous year.
(B) The state average cost will include all expenditures from the previous year less any insurance settlement.

## 6-20-1714. Misce1laneous provisions.

(a)(1) Transportation aid deductions shall be made for those schools having fewer than the required number of school days as prescribed by the educational standards.
(2) Deductions shall be made as follows: Approved state aid divided by the required number of days equals aid per day. Aid per day times the number of days not in attendance equals deductions for a shortened school year. (3) No deductions will be made if a waiver is granted by the Department of Education on the number of days in attendance.
(b) The department may deny transportation aid for children who are transported beyond a reasonable distance in cases where the children can be satisfactorily accommodated to an approved school nearer their residence. However, the state recognizes and supports that some districts may choose to bus students greater distances to achieve further desegregation. Superintendents are urged to survey conditions and propose agreements between districts in keeping with sound administration and economy in the use of public school funds.
(c) The following penalties shall be assessed against districts:
(1) No transportation aid shall be granted to any district if the proper officials do not make such reports as are required for participation;
(2) An indication of an inaccurate report may be the basis for an investigation by the department; and
(3) Base aid shall be withheld on any approved transportation unit found to be operating in violation of the minimum standards as adopted by the State Board of Education.
(d) (1) Any state transportation aid funds distributed to a school district under this subchapter shall be used by the district only for those purposes as enumerated by the board as permitted uses of state transportation aid. (2) Any balance of state transportation aid funds on hand in any school district at the end of any biennium shall be returned to the department for deposit in the state transportation aid formula unless a waiver is granted for the purchase of a school bus by the department.
(e) The board is authorized to formulate rules and regulations for the administration of funds distributed under this subchapter for high cost transportation.

6-20-1715. Density chart.
(a) If transportation aid is funded in an amount less than nine million two hundred thousand dollars $(\$ 9,200,000)$, the density chart shall be as follows:

| Density | Rate_per <br> Student | Density | Rate per <br> Student | Density | Rate per <br> Student |
| :--- | :---: | :---: | :---: | :---: | :---: |
| 0.1 | $\$ 265.12$ | 3.1 | $\$ 212.32$ | 6.1 | $\$ 159.52$ |
| 0.2 | $\$ 263.36$ | 3.2 | $\$ 210.56$ | 6.2 | $\$ 157.76$ |
| 0.3 | $\$ 261.61$ | 3.3 | $\$ 208.80$ | 6.3 | $\$ 156.00$ |
| 0.4 | $\$ 259.84$ | 3.4 | $\$ 207.04$ | 6.4 | $\$ 154.24$ |
| 0.5 | $\$ 258.08$ | 3.5 | $\$ 205.28$ | 6.5 | $\$ 152.48$ |
| 0.6 | $\$ 256.32$ | 3.6 | $\$ 203.52$ | 6.6 | $\$ 150.72$ |
| 0.7 | $\$ 254.56$ | 3.7 | $\$ 201.76$ | 6.7 | $\$ 148.96$ |
| 0.8 | $\$ 252.80$ | 3.8 | $\$ 200.00$ | 6.8 | $\$ 147.20$ |
| 0.9 | $\$ 251.04$ | 3.9 | $\$ 198.24$ | 6.9 | $\$ 145.44$ |
| 1.0 | $\$ 249.28$ | 4.0 | $\$ 196.48$ | 7.0 | $\$ 143.68$ |
| 1.1 | $\$ 247.52$ | 4.1 | $\$ 194.72$ | 7.1 | $\$ 141.92$ |
| 1.2 | $\$ 245.76$ | 4.2 | $\$ 192.96$ | 7.2 | $\$ 140.16$ |
| 1.3 | $\$ 244.00$ | 4.3 | $\$ 191.20$ | 7.3 | $\$ 138.40$ |
| 1.4 | $\$ 242.24$ | 4.4 | $\$ 189.44$ | 7.4 | $\$ 136.64$ |
| 1.5 | $\$ 240.48$ | 4.5 | $\$ 187.68$ | 7.5 | $\$ 134.88$ |
| 1.6 | $\$ 238.72$ | 4.6 | $\$ 185.92$ | 7.6 | $\$ 133.12$ |
| 1.7 | $\$ 236.96$ | 4.7 | $\$ 184.16$ | 7.7 | $\$ 131.36$ |
| 1.8 | $\$ 235.20$ | 4.8 | $\$ 182.40$ | 7.8 | $\$ 129.60$ |


| 1.9 | $\$ 233.44$ | 4.9 | $\$ 180.64$ | 7.9 | $\$ 127.84$ |
| :--- | :--- | :--- | :--- | :--- | :--- |
| 2.0 | $\$ 231.68$ | 5.0 | $\$ 178.88$ | 8.0 | $\$ 126.08$ |
| 2.1 | $\$ 229.92$ | 5.1 | $\$ 177.12$ | 8.1 | $\$ 124.32$ |
| 2.2 | $\$ 228.16$ | 5.2 | $\$ 175.36$ | 8.2 | $\$ 122.56$ |
| 2.3 | $\$ 226.40$ | 5.3 | $\$ 173.60$ | 8.3 | $\$ 120.80$ |
| 2.4 | $\$ 224.64$ | 5.4 | $\$ 171.84$ | 8.4 | $\$ 119.04$ |
| 2.5 | $\$ 222.88$ | 5.5 | $\$ 170.08$ | 8.5 | $\$ 117.28$ |
| 2.6 | $\$ 221.12$ | 5.6 | $\$ 168.32$ | 8.6 | $\$ 115.52$ |
| 2.7 | $\$ 219.36$ | 5.7 | $\$ 166.56$ | 8.7 | $\$ 113.76$ |
| 2.8 | $\$ 217.60$ | 5.8 | $\$ 164.80$ | 8.8 | $\$ 112.00$ |
| 2.9 | $\$ 215.84$ | 5.9 | $\$ 163.04$ | 8.9 | $\$ 110.24$ |
| 3.0 | $\$ 214.08$ | 6.0 | $\$ 161.28$ | 9.0 | $\$ 108.48$ |

(b) If the transportation aid is funded in the amount of nine million two hundred thousand dollars $(\$ 9,200,000)$ or more, the density chart shall be as follows:


6-20-1716. Transportation worksheet.

HIGH COST TRANSPORTATION AID WORKSHEET

| SCHOOL DISTRICT COUNTY |
| :---: |
| 1. Average daily transported |
| 2. Area |
| 3. Density (average daily transported divided by area) |
| 4. Rate per student (from § 6-20-1715) |
| 5. Student aid (rate per student times average daily |

$\qquad$

| Seating No. | Capacity |  | Allowance |
| :---: | :---: | :---: | :---: |
| Capacity Units | of Fleet | Allowance | by Size |
| 89 |  | \$4,400 |  |
| 83 |  | \$4,100 |  |
| 77 |  | \$3,800 |  |
| 71 |  | \$3,500 |  |
| 65 |  | \$3,200 |  |
| 59 |  | \$3,100 |  |
| 53 |  | \$3,000 |  |
| 47 |  | \$2,900 |  |
| 41 |  | \$2,800 |  |
| 35 |  | \$2,700 |  |
| 23 |  | \$2,500 |  |
| Special |  | \$2,400 |  |
| TOTALS: |  | Allowance: |  |

7. Student aid plus total bus allowance
8. Minimum aid -
9. Maximum aid -
10. Total aid qualified for (between lines 8 and 9) $\qquad$
11. Handicapped aid: $\qquad$
(a) Buses @ \$300 each $\qquad$
(b) Wheelchair lifts e $\$ 200$ each
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(c) Children with disabilities @ $25.00 each -
12. Disaster aid -___
13. High cost adjustment factor _
14. Total transportation aid
(line 10 plus line 11 plus line 12 minus line 13) _
15. Workshop aid
16. Total approved aid (line 13 plus line 14)_"
And
Appropriately renumber the sections of the bill.
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The Amendment was read the first time, rules suspended and read the second time and $\qquad$ By: Senator Broadway
JAD/JAD - 04-06-2005 18:45

