Fiscal Impact Statement

94th General Assembly of the State of Arkansas Regular Session, 2023

DATE: 2/6/2023 BILL: HB1347

SPONSORS: Rep. Beck; Sen. Dotson

SUBTITLE:

TO CREATE A FINANCIAL AID APPEALS PROCESS AND COMMITTEE FOR THE DIVISION OF HIGHER EDUCATION.

I. Net proceeds from the state lottery for the 4 immediately preceding years:

Year:	Net Proceeds Amount:
2021-2022	<u>\$99,386,657</u>
<u>2020-2021</u>	\$106,417,224
<u>2019-2020</u>	<u>\$89,265,394</u>
2018-2019	\$98,639,040

II. Total amount of additional revenue available, if any:

Year:	Source:	Amount:
<u>2021-2022</u>	General Revenue	<u>\$20,000,000</u>
<u>2020-2021</u>	General Revenue	<u>\$20,000,000</u>
<u>2019-2020</u>	General Revenue	<u>\$20,000,000</u>
2018-2019	General Revenue	\$20,000,000

III. Net proceeds used to fund the following during the 4 immediately preceding years:

ACADEMIC CHALLENGE SCHOLARSHIP:		CONCURRENT CHALLENGE SCHOLARSHIP:		
Year:	Net Proceeds Used:	Year:	Net Proceeds Used:	
2021-2022	<u>\$75,104,798</u>	22021-2022	\$2,737,648	
2020-2021	<u>\$88,057,167</u>	2020-2021	\$2,783,517	
2019-2020	<u>\$88,629,284</u>	<u>2019-2020</u>	\$588,599	
<u>2018-2019</u>	\$91,217,799	<u>2018-2019</u>	<u>\$0</u>	

WORKFORCE CHALLENGE SCHOLARSHIP OTHER SCHOLARSHIPS, IF ANY:

Year:	Net Proceeds Used:	Year:	Net Proceeds Used:
2021-2022	\$605,694	2021-2022	<u>\$0</u>
2020-2021	<u>\$484,665</u>	2020-2021	<u>\$0</u>
2019-2020	<u>\$268,343</u>	2019-2020	<u>\$0</u>
2018-2019	<u>\$172,109</u>	2018-2019	<u>\$0</u>

AMOUNT USED TO FUND NURSING SCHOOL SCHOLARSHIPS*:

Year:	Net Proceeds Used:	*Scholarship awards paid to recipients
<u>2021-2022</u>	<u>\$122,250</u>	attending approved schools of nursing are
2020-2021	<u>\$42,875</u>	funded only from nonlottery state educational resources as set forth under § 6-
2019-2020	<u>\$126,500</u>	85-213.
2018-2019	\$142,000	

IV. Comparison of information from Parts I and III:

Amount from year with the highest amount of net proceeds used to fund Academic Challenge Scholarships:

\$91,217,799

Amount from year with the highest amount of net proceeds used to fund Workforce Challenge Scholarship:

\$605,694

Amount from year with lowest amount of net proceeds as determined under Section I:

\$89,265,394

Amount from year with the highest amount of net proceed used to fund Concurrent Challenge Scholarships:

\$2,783,517

Amount from year with the highest amount of net proceeds used to fund other scholarships, if any, other than nursing scholarships under § 6-85-213:

<u>\$0</u>

Amount from year with the highest amount of net proceeds used to fund nursing scholarships:

\$142,000

Highest estimated cost necessary to fund a new or amended scholarship:

V.

<u>\$0</u>

VI. Final lottery fiscal impact amount:

Step 1:

Amount from year with the

lowest amount of net

proceeds as determined

under Section I:

Total amount of additional

revenue available, if any,

determined under Section

II:

\$20,000,000 \$89,265,394

\$109,265,394

Sum:

Step 2:

estimated cost Highest necessary to fund the new or amended scholarship as determined under Section

V:

Total amount from years with the highest amount of net proceeds used to fund Academic Challenge, Workforce Challenge,

Concurrent Challenge, and other scholarships, if any, determined under as

Section III:

Sum:

<u>\$0</u>

<u>\$94,749,010</u>

\$94,749,010

Step 3:

Step 1

Amount determined under Amount determined under Difference:

Step 2

\$109,265,394

\$94,749,010

<u>\$14,516,384</u>

Step 4:

- If the amount determined under Step 3 results in a positive number, the proposed new scholarship or amendment to an existing scholarship may be considered as set forth under § 6-85-502(d).
- If the amount determined under Step 3 results in a negative number, the proposed new scholarship or amendment to an existing scholarship should not be considered unless requirements are met as set forth under § 6-85-502(d)(2).