

Fiscal Impact Statement

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

DATE: 2/13/2023
BILL: SB248
SPONSOR: Sen. J. English, As originally introduced
SUBTITLE:
To Create the Arkansas Challenge Plus Scholarship Program

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

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

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

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

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

ACADEMIC CHALLENGE SCHOLARSHIP:

<u>Year:</u>	<u>Net Proceeds Used:</u>
<u>2021-2022</u>	<u>\$75,104,798</u>
<u>2020-2021</u>	<u>\$88,057,167</u>
<u>2019-2020</u>	<u>\$88,629,284</u>
<u>2018-2019</u>	<u>\$91,217,799</u>

CONCURRENT CHALLENGE SCHOLARSHIP:

<u>Year:</u>	<u>Net Proceeds Used:</u>
<u>2021-2022</u>	<u>\$2,737,648</u>
<u>2020-2021</u>	<u>\$2,783,517</u>
<u>2019-2020</u>	<u>\$588,599</u>
<u>2018-2019</u>	<u>\$0</u>

WORKFORCE CHALLENGE SCHOLARSHIP

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

OTHER SCHOLARSHIPS, IF ANY:

<u>Year:</u>	<u>Net Proceeds Used:</u>
<u>2021-2022</u>	<u>\$0</u>
<u>2020-2021</u>	<u>\$0</u>
<u>2019-2020</u>	<u>\$0</u>
<u>2018-2019</u>	<u>\$0</u>

AMOUNT USED TO FUND NURSING SCHOOL SCHOLARSHIPS*:

<u>Year:</u>	<u>Net Proceeds Used:</u>
<u>2021-2022</u>	<u>\$122,250</u>
<u>2020-2021</u>	<u>\$42,875</u>
<u>2019-2020</u>	<u>\$126,500</u>
<u>2018-2019</u>	<u>\$142,000</u>

*Scholarship awards paid to recipients attending approved schools of nursing are funded only from nonlottery state educational resources as set forth under § 6-85-213.

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:

\$0

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

\$142,000

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

\$13,531,703

VI. Final lottery fiscal impact amount:

Step 1:

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

\$89,265,394

Total amount of additional revenue available, if any, determined under Section II:

\$20,000,000

Sum:

\$109,265,394

Step 2:

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

\$13,531,703

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, as determined under Section III:

\$94,749,010

Sum:

\$108,280,713

Step 3:

Amount determined under Step 1

\$109,265,394

Amount determined under Step 2

\$108,280,713

Difference:

\$984,681

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).