

INTERIM STUDY PROPOSAL 2017-058

1
2 State of Arkansas
3 91st General Assembly
4 Regular Session, 2017

A Bill

SENATE BILL 121

5
6 By: Senator E. Williams

7 Filed with: Senate Committee on State Agencies and Governmental Affairs
8 pursuant to A.C.A. §10-3-217.

For An Act To Be Entitled

9
10 AN ACT CONCERNING LOANS MADE TO THE DEPARTMENT OF
11 CORRECTION FROM THE BUDGET STABILIZATION TRUST FUND;
12 TO AMEND THE REPAYMENT PROVISIONS REGARDING LOANS
13 MADE TO THE DEPARTMENT OF CORRECTION FROM THE BUDGET
14 STABILIZATION TRUST FUND; AND FOR OTHER PURPOSES.

Subtitle

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17 TO AMEND THE REPAYMENT PROVISIONS
18 REGARDING LOANS MADE TO THE DEPARTMENT OF
19 CORRECTION FROM THE BUDGET STABILIZATION
20 TRUST FUND.
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24 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:

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26 SECTION 1. Arkansas Code § 19-5-501(b)(1)(B), concerning the Budget
27 Stabilization Trust Fund, is amended to read as follows:

28 (B) The loans made to the Department of Correction ~~Farm~~
29 ~~Fund are to~~ shall be repaid on or before June 30 of the fiscal year following
30 the fiscal year in which the loan was made ~~after the amount of the~~
31 ~~outstanding loan made the previous fiscal year has been reduced by the value~~
32 ~~of products produced or processed on the farm that were consumed by inmates~~
33 ~~and other authorized personnel, in amounts as determined and certified by the~~
34 ~~Legislative Auditor to the Chief Fiscal Officer of the State. Processed beef~~
35 ~~purchased by the Department of Correction must be U.S. labeled. The value of~~
36 ~~products produced or processed on the farm that were consumed by inmates and~~

1 ~~other authorized personnel shall be based upon prices obtained by the~~
2 ~~Department of Correction and the State Procurement Director for purchasing~~
3 ~~similar products and quantities on the open market for other state agencies,~~
4 ~~institutions, and universities. However, the Chief Fiscal Officer of the~~
5 ~~State may grant an extension not to exceed sixty (60) days for repayment of~~
6 ~~loans made to the Department of Correction Farm Fund upon receipt by the~~
7 ~~Chief Fiscal Officer of the State of a certification by the Director of the~~
8 ~~Department of Correction that farm products are held in storage or are on~~
9 ~~hand that exceed in market value the amount of loans that are due, and the~~
10 ~~Chief Fiscal Officer of the State may grant an additional extension not to~~
11 ~~exceed sixty (60) days for repayment of the loan made to the Department of~~
12 ~~Correction Farm Fund, after obtaining the advice of the Legislative Council~~
13 ~~in regard to a request from the Department of Correction for the additional~~
14 ~~sixty day extension for repayment of the loan. Loans made to the Department~~
15 ~~of Correction Prison Industry Fund for operation expenses shall be repaid on~~
16 ~~or before June 30 of the fiscal year in which the loan was made, but loans~~
17 ~~made for the purchase of equipment necessary for implementing the various~~
18 ~~industries shall be repaid from time to time.~~

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20 SECTION 2. EFFECTIVE DATE. Section 1 of this act is effective on and
21 after July 1, 2019.

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24 Referred by the Arkansas Senate

25 Prepared by: VJF

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