

1 State of Arkansas
2 80th General Assembly
3 Regular Session, 1995

A Bill

HOUSE BILL 1670

4 By: Representative Cunningham

5

6

7

For An Act To Be Entitled

8 "AN ACT TO AMEND ARKANSAS CODE ANNOTATED § 6-20-1202 TO
9 AUTHORIZE AN INCREASE IN THE PERCENTAGE OF BONDED
10 INDEBTEDNESS THAT A SCHOOL DISTRICT MAY HAVE TO TWENTY-
11 SEVEN PERCENT (27%) OF THE THEN-ASSESSED VALUATION OF REAL
12 AND PERSONAL PROPERTY IN THE DISTRICT; AND FOR OTHER
13 PURPOSES."

14

15

Subtitle

16

17

18

19

20

21 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:

22

23 SECTION 1. Arkansas Code § 6-20-1202(a) is amended to read as follows:

24 "(a) For acquiring a building site, building or equipping a new school
25 building, repairing, making additions to, or equipping a present school
26 building, or purchasing new or used school buses or refurbishing school
27 buses, any school district of the State of Arkansas is authorized to borrow
28 money and issue negotiable bonds for the repayment thereof from school funds
29 to an amount which, together with the bonded indebtedness of the district
30 outstanding at the time of the issuance, shall not exceed twenty-seven
31 percent (27%) of the sum of the then-assessed valuation of the real and
32 personal property in the district as shown by the last county assessment, and
33 an equivalent assessed value computed as follows: the average of total annual
34 receipts from federal forest reserve, flood control, and mineral leasing
35 turnback received by the district in lieu of taxes for the three (3)

1 immediately preceding years divided by forty (40) mills."

2

3 SECTION 2. Arkansas Code § 6-20-1202(c) is amended to read as follows:

4 "(c) However, if the State Board of Education shall determine that any
5 school district is unable, due to unexpected, unforeseen, or extreme
6 hardship, to finance needed school facilities because of the limitation
7 imposed above on the borrowing power of the district, the board may permit
8 the district, upon application therefor, to increase its total indebtedness
9 to such amount as may be approved by the board, but not to exceed thirty
10 percent (30%) of the then-assessed valuation of the real and personal
11 property in the district as shown by the last county assessment, and an
12 equivalent assessed value computed as follows: the average of total annual
13 receipts from federal forest reserve, flood control, mineral leasing, and
14 payments in lieu of taxes from industries or other sources covered by §§
15 14-164-201 - 14-164-224 for the three (3) immediately preceding years divided
16 by forty (40) mills."

17

18 SECTION 3. All provisions of this act of a general and permanent
19 nature are amendatory to the Arkansas Code of 1987 Annotated and the Arkansas
20 Code Revision Commission shall incorporate the same in the Code.

21

22 SECTION 4. If any provision of this act or the application thereof to
23 any person or circumstance is held invalid, such invalidity shall not affect
24 other provisions or applications of the act which can be given effect without
25 the invalid provision or application, and to this end the provisions of this
26 act are declared to be severable.

27

28 SECTION 5. All laws and parts of laws in conflict with this act are
29 hereby repealed.

30

31

32

33

34

35

1
2
3