Stricken language would be deleted from and underlined language would be added to the law as it existed prior to this session of the General Assembly.

1	State of Arkansas	As Engrossed: H1/28/03		
2	84th General Assembly			
3	Regular Session, 2003		HOUSE BILL 1029	
4				
5	By: Representatives Jackson, Stovall, Bennett, Bolin, Borhauer, Creekmore, Fite, Gipson, Hathorn,			
6	Hickinbotham, Hutchinson, King, Parks, L. Prater, Scroggin, Sullivan, Bledsoe, Rankin, Biggs, Nichols,			
7	Weaver, Milligan, Mathis, Anderson, Adams, Jacobs, <i>Haak, Goss, Roebuck, Thomas, Lewellen</i>			
8	By: Senator Womack			
9				
10				
11	For An Act To Be Entitled			
12	AN ACT TO INSURE THAT FUNDING IS AVAILABLE FOR			
13	EDUCATION, CORRECTIONS AND MEDICAID BY LIMITING			
14	EXPENDITURES OF STATE GOVERNMENT IN ORDER TO MORE			
15	EFFECTIVELY UTILIZE SCARCE RESOURCES; AND FOR			
16	OTHER PU	JRPOSES.		
17				
18		Subtitle		
19	AN AC	CT TO INSURE FUNDING FOR EDUCATION,	1	
20	CORRECTIONS AND MEDICAID IS AVAILABLE BY			
21	LIMITING EXPENDITURES OF STATE			
22	GOVERNMENT IN ORDER TO MORE EFFECTIVELY			
23	UTILI	IZE SCARCE RESOURCES.		
24				
25				
26	BE IT ENACTED BY THE G	ENERAL ASSEMBLY OF THE STATE OF AR	KANSAS:	
27				
28	SECTION 1. Inten	t. It is the intent of this act t	o insure that	
29	adequate funds are available to the public schools such that the state can			
30	comply with the requirements of the State Constitution for the education of			
31	our children, to the state Medicaid programs so that our disadvantaged may			
32	increase their quality of life, and to maintain a system of incarceration			
33	necessary for the continued safety of our citizens. State agencies shall not			
34	attempt to circumvent the restrictions in this act by any actions, including			
35	raising and depositing additional funds into bank accounts, other than those			
36	actions which would have occurred without these restrictions.			



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2	SECTION 2. No State agency, board, commission, office or institution		
3	shall expend more funds from the same state treasury fund, state treasury		
4	fund account as was expended in the previous fiscal year with the exception		
5	<u>of:</u>		
6	(1) Public School Fund expenditures for elementary and secondary		
7	education as appropriated by law;		
8	(2) Department of Correction expenditures required for the care and		
9	custody of state inmates as appropriated by law;		
10	(3) Expenditures required for the continuation or expansion of the		
11	Medicaid program as appropriated by law;		
12	(4) Expenditures mandated by the federal government required for		
13	maintenance of effort;		
14	(5) Expenditures mandated by a state or federal court; or		
15	(6) Expenditures required by a bond issue or similar instrument.		
16			
17	SECTION 3. No state agency, board, commission, office or institution		
18	shall grant a cost of living increase to any employee whose annual salary		
19	rate is in excess of fifty thousand dollars (\$50,000). However, at the end of		
20	the fiscal year a bonus may be granted to an employee whose annual salary		
21	rate is in excess of fifty thousand dollars (\$50,000) in an amount equal to		
22	or less than the cost of living increase authorized for all other employees.		
23	The bonus shall be payable only from the savings in the budgeted		
24	appropriation of the state agency, board, commission, office or institution		
25	for the year as determined by the Chief Fiscal Officer of the State. The		
26	bonus authorized by this section shall only be available after all eligible		
27	employees in the state agency, board, commission, office or institution have		
28	received the maximum cost of living increase allowed by law.		
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30	/s/ Jackson, et al		
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