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: S3/11/03 S3/18/03 S3/27/03		
2	84th General Assembly	A Bill		
3	Regular Session, 2003		SENATE BILL 503	
4				
5	By: Senators Broadway, Br	ryles, Critcher, Gullett, Miller, Faris, Salmon,	Womack, Argue, Steele, Brown	
6	By: Representatives Clevel	land, White, Ormond, Childers, Hutchinson, W	ood, Dickinson, Weaver,	
7	Hickinbotham, Milligan, Chesterfield, Fite, Elliott, S. Prater, Rosenbaum, J. Johnson, Martin, Napper,			
8	Bright, Ledbetter, Scrimshire, Bond, Bradford, Creekmore, Dobbins, Lendall, Lewellen, Mathis, Moore,			
9	R. Smith, Bennett			
10				
11				
12		For An Act To Be Entitled		
13	AN ACT	TO MAKE AN APPROPRIATION FOR PROV	IDING	
14	ADDITIONAL FUNDING AND APPROPRIATION TO THE TWO			
15	YEAR COLLEGES FOR EQUITY AND FULLY FUNDING			
16	EXISTING STUDENTS BY THE DEPARTMENT OF HIGHER			
17	EDUCATION FOR THE BIENNIAL PERIOD ENDING JUNE 30,			
18	2005; TO CREATE THE TWO YEAR COLLEGE MODEL			
19	FORMUL	A FUND; AND FOR OTHER PURPOSES.		
20				
21				
22		Subtitle		
23	AN	ACT FOR THE DEPARTMENT OF HIGHER		
24	EDU	JCATION - TWO YEAR COLLEGE MODEL		
25	FOR	MULA FUND APPROPRIATION FOR THE		
26	200	03-2005 BIENNIUM.		
27				
28				
29	BE IT ENACTED BY THE	GENERAL ASSEMBLY OF THE STATE OF A	ARKANSAS:	
30				
31	SECTION 1. APPROP	RIATION - TWO YEAR COLLEGE MODEL FO	ORMULA FUND. There is	
32	hereby appropriated,	hereby appropriated, to the Department of Higher Education, to be payable		
33	from the Two Year Co	llege Model Formula Fund, for prove	iding additional	
34	funding and appropri	ation for transfer to the fund from	n which each of the	
35	various two year col	leges draws its general revenue sup	pport, for equity and	
36	fully funding existi	ng students, first as set out in Se	ection 2 of this Act	



1	and then based upon and in accordance with the con	-	
2	formula adopted and recommended by the Arkansas H	igher Education	o Coordinating
3	Board in July, 2002 in the order of first, the "Cost of 2.7% Increase", then		
4	"Restoration of 70% of WF2000 Loss 1997-98 to 200	1-02" and then	"The Greater
5	of a Distribution Based on Mini-Model or a Distri	bution Based on	n a 2.7%
6	Increase on General Revenue Portion of Salaries",	by the Departm	nent of Higher
7	Education for the biennial period ending June 30,	2005, the foll	owing:
8			
9	ITEM	FISCAL YE	ARS
10	<u>NO.</u>	2003-2004	2004-2005
11	(01) APPROPRIATION & FUND TRANSFERS TO		
12	VARIOUS TWO YEAR COLLEGES-EQUITY &		
13	STUDENT FUNDING <u>\$ 29</u>	9,872,890 \$	34,026,223
14			
15	SECTION 2. SPECIAL LANGUAGE. NOT TO BE INCORPO	ORATED INTO THE	E ARKANSAS
16	CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. <u>TWO YEAR</u>		
17	COLLEGE MODEL FORMULA FUND ALLOCATIONS-FIRST DISTRIBUTION. The Department of		
18	Higher Education shall transfer the following amounts of appropriation and		
	funds as contained in Section 1 of this Act to the fund from which each of		
19	funds as contained in Section 1 of this Act to the	e fund from whi	ich each of
19 20	funds as contained in Section 1 of this Act to the the various two year colleges draws its general re-		
		evenue support	
20	the various two year colleges draws its general r	evenue support	
20 21	the various two year colleges draws its general r	evenue support	
20 21 22	the various two year colleges draws its general r	evenue support	
20 21 22 23	the various two year colleges draws its general response of \$6,281,607 has been distributed for the 2003-0.	evenue support	
20 21 22 23 24	the various two year colleges draws its general roof \$6,281,607 has been distributed for the 2003-0.	evenue support 5 biennium:	<u>until a total</u> FY2004-05
20 21 22 23 24 25	the various two year colleges draws its general ro of \$6,281,607 has been distributed for the 2003-0. <u>ALLOCATION</u> <u>TWO YEAR COLLEGE</u>	evenue support 5 biennium: FY2003-04	<u>until a total</u> <u>FY2004-05</u> \$1,503,611
20 21 22 23 24 25 26	the various two year colleges draws its general re- of \$6,281,607 has been distributed for the 2003-0. ALLOCATION TWO YEAR COLLEGE PULASKI TECHNICAL COLLEGE	<u>evenue support</u> 5 biennium: FY2003-04 \$1,503,611	<u>until a total</u> <u>FY2004-05</u> <u>\$1,503,611</u> 732,480
20 21 22 23 24 25 26 27	the various two year colleges draws its general re of \$6,281,607 has been distributed for the 2003-0. <u>ALLOCATION</u> <u>TWO YEAR COLLEGE</u> <u>PULASKI TECHNICAL COLLEGE</u> <u>NORTHWEST ARKANSAS COMM COLL</u>	evenue support 5 biennium: FY2003-04 \$1,503,611 732,480	<u>until a total</u> <u>FY2004-05</u> <u>\$1,503,611</u> <u>732,480</u> <u>452,201</u>
20 21 22 23 24 25 26 27 28	the various two year colleges draws its general re of \$6,281,607 has been distributed for the 2003-0. ALLOCATION TWO YEAR COLLEGE PULASKI TECHNICAL COLLEGE NORTHWEST ARKANSAS COMM COLL SOUTHEAST ARKANSAS COLLEGE	evenue support 5 biennium: FY2003-04 \$1,503,611 732,480 452,201	<u>until a total</u> <u>FY2004-05</u> <u>\$1,503,611</u> <u>732,480</u> <u>452,201</u>
20 21 22 23 24 25 26 27 28 29	the various two year colleges draws its general re of \$6,281,607 has been distributed for the 2003-0. ALLOCATION TWO YEAR COLLEGE PULASKI TECHNICAL COLLEGE NORTHWEST ARKANSAS COMM COLL SOUTHEAST ARKANSAS COLLEGE ASU-MOUNTAIN HOME	evenue support 5 biennium: FY2003-04 \$1,503,611 732,480 452,201 182,334	<u>until a total</u> <u>FY2004-05</u> <u>\$1,503,611</u> <u>732,480</u> <u>452,201</u> <u>182,334</u> <u>238,701</u>
20 21 22 23 24 25 26 27 28 29 30	the various two year colleges draws its general re of \$6,281,607 has been distributed for the 2003-0. ALLOCATION TWO YEAR COLLEGE PULASKI TECHNICAL COLLEGE NORTHWEST ARKANSAS COMM COLL SOUTHEAST ARKANSAS COLLEGE ASU-MOUNTAIN HOME ASU-NEWPORT	evenue support 5 biennium: FY2003-04 \$1,503,611 732,480 452,201 182,334 238,701	<u>until a total</u> <u>FY2004-05</u> <u>\$1,503,611</u> <u>732,480</u> <u>452,201</u> <u>182,334</u> <u>238,701</u>
20 21 22 23 24 25 26 27 28 29 30 31	the various two year colleges draws its general re of \$6,281,607 has been distributed for the 2003-0. ALLOCATION TWO YEAR COLLEGE PULASKI TECHNICAL COLLEGE NORTHWEST ARKANSAS COMM COLL SOUTHEAST ARKANSAS COLLEGE ASU-MOUNTAIN HOME ASU-NEWPORT UA-COMM COLL AT BATESVILLE	evenue support 5 biennium: FY2003-04 \$1,503,611 732,480 452,201 182,334 238,701 258,597	<u>until a total</u> <u>FY2004-05</u> \$1,503,611 732,480 452,201 182,334 238,701 258,597
20 21 22 23 24 25 26 27 28 29 30 31 32	the various two year colleges draws its general re of \$6,281,607 has been distributed for the 2003-0. ALLOCATION TWO YEAR COLLEGE PULASKI TECHNICAL COLLEGE NORTHWEST ARKANSAS COMM COLL SOUTHEAST ARKANSAS COLLEGE ASU-MOUNTAIN HOME ASU-NEWPORT UA-COMM COLL AT BATESVILLE UA-COMM COLL AT MORRILTON	evenue support 5 biennium: FY2003-04 \$1,503,611 732,480 452,201 182,334 238,701 258,597 347,143	FY2004-05 \$1,503,611 732,480 452,201 182,334 238,701 258,597 347,143
20 21 22 23 24 25 26 27 28 29 30 31 32 33	the various two year colleges draws its general re of \$6,281,607 has been distributed for the 2003-0. ALLOCATION TWO YEAR COLLEGE PULASKI TECHNICAL COLLEGE NORTHWEST ARKANSAS COMM COLL SOUTHEAST ARKANSAS COLLEGE ASU-MOUNTAIN HOME ASU-NEWPORT UA-COMM COLL AT BATESVILLE UA-COMM COLL AT MORRILTON ASU-BEEBE	evenue support 5 biennium: FY2003-04 \$1,503,611 732,480 452,201 182,334 238,701 258,597 347,143 241,695	FY2004-05 \$1,503,611 732,480 452,201 182,334 238,701 258,597 347,143 241,695

SB503

1	BLACK RIVER TECHNICAL COLL	309,849	309 <b>,</b> 849
2	OUACHITA TECHNICAL COLL	240,307	240,307
3	COSSATOT COMM COLL-UA	124,969	124,969
4	RICH MOUNTAIN COMM COLL	108,460	108,460
5	UA-COMM COLL AT HOPE	127,674	127,674
6	NORTH ARKANSAS COLLEGE	112,825	112,825
7	MID-SOUTH COMM COLL	165,504	165,504
8	PHILLIPS COMM COLL-UA	112,676	112,676
9	EAST ARKANSAS COMM COLL	123,650	123,650
10	SAU-TECH	92,380	<i>92,380</i>
11	SOUTH ARKANSAS COMM COLL	48,535	48,535
12	TOTAL AMOUNT ALLOCATED	\$6,281,607	<i>\$6,281,607</i>

13

SECTION 3. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 14 15 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. TWO YEAR 16 COLLEGE MODEL FORMULA FUND ALLOCATIONS-FIRST DISTRIBUTION DEFINED. The allocation of funds and appropriations authorized in Section 2 of this Act 17 are based upon the sum of \$2,500,000 for growth funding per full time 18 19 equivalent student; \$2,500,000 for equity funding per full time equivalent 20 student, which is defined as any school which is receiving less than 75% of the average of the highest six schools; and \$1,281,607 for restoration of 21

22 WF2000 loss in the 2002-03 fiscal year.

23

24 SECTION 4. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 25 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. TWO YEAR 26 COLLEGE MODEL FORMULA FUND ALLOCATIONS. The Department of Higher Education 27 shall transfer the following amounts of appropriation and funds as contained 28 in Section 1 of this Act after making the distributions in Section 2 of this 29 Act or so much as is available to the fund from which each of the various two 30 year colleges draws its general revenue support, based upon and in accordance with the computations included in the formula adopted and recommended by the 31 Arkansas Higher Education Coordinating Board in July, 2002 in the order of 32 33 first, the "Cost of 2.7% Increase", then "Restoration of 70% of WF2000 Loss 34 1997-98 to 2001-02" and then "The Greater of a Distribution Based on Mini-Model or a Distribution Based on a 2.7% Increase on General Revenue Portion 35

36 <u>of Salaries":</u>

1			
2			
3		ALLOCA	TION
4	TWO YEAR COLLEGE	FY2003-04	FY2004-05
5	PULASKI TECHNICAL COLLEGE	\$8,579,908	\$9,057,397
6	NORTHWEST ARKANSAS COMM COLL	4,362,927	4,692,317
7	SOUTHEAST ARKANSAS COLLEGE	2,381,544	2,597,538
8	ASU-MOUNTAIN HOME	1,616,684	1,748,433
9	ASU-NEWPORT	930,659	1,027,381
10	UA-COMM COLL AT BATESVILLE	1,695,757	1,842,073
11	UA-COMM COLL AT MORRILTON	1,761,748	1,930,707
12	ASU-BEEBE	342,085	610,305
13	MISSISSIPPI COUNTY COMM COLL	1,107,750	1,318,291
14	OZARKA COLLEGE	899,319	1,005,857
15	GARLAND COUNTY COMM COLL	1,016,438	1,237,112
16	BLACK RIVER TECHNICAL COLL	1,373,765	1,579,493
17	OUACHITA TECHNICAL COLL	863,929	978,325
18	COSSATOT COMM COLL-UA	928,831	1,043,178
19	RICH MOUNTAIN COMM COLL	437,314	534,799
20	UA-COMM COLL AT HOPE	346,624	488,782
21	NORTH ARKANSAS COLLEGE	233,652	462,372
22	MID-SOUTH COMM COLL	344,890	461,733
23	PHILLIPS COMM COLL-UA	273,007	538,957
24	EAST ARKANSAS COMM COLL	114,868	288,806
25	SAU-TECH	93,137	237,257
26	SOUTH ARKANSAS COMM COLL	168,054	345,110
27	TOTAL AMOUNT ALLOCATED	\$29,872,890	\$34,026,223
28			
29			
30	SECTION 5. SPECIAL LANGUAGE. TWO YEAR COLI	LEGE MODEL FORMUL	A FUND
31	CREATED. Arkansas Code Title 19, Chapter 5, Sub	ochapter 3 is ame	nded by adding
32	the following new subsection:		
33	(aa) (1) Two Year College Model Formula Fund. 7	<u> There is establis</u>	hed on the

34 books of the Treasurer of State, the Auditor of State and the Chief Fiscal

- 35 Officer of the State a fund to be known as the Two Year College Model Formula
- 36 Fund, there to be used for the distribution of funds to the various two year

As Engrossed: S3/11/03 S3/18/03 S3/27/03

SB503

1	colleges by the Department of Higher Education as may be authorized by law.
2	(2) The fund shall consist of:
3	(A) Such general revenues as may be provided by law; and
4	(B) Any other funds made available by the General Assembly.
5	
6	SECTION 6. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
7	CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. FUNDING
8	RESTRICTIONS. If funding of any of the elements of the formula enumerated in
9	this act are provided through this or other legislation, then only the
10	remaining elements shall be financed through this act and only to the extent
11	necessary such that the additional funds, when added to the funds in this
12	act, do not exceed the appropriations provided herein.
13	The provisions of this section shall be in effect only from July 1, 2003
14	through June 30, 2005.
15	
16	SECTION 7. COMPLIANCE WITH OTHER LAWS. Disbursement of funds authorized
17	by this act shall be limited to the appropriation for such agency and funds
18	made available by law for the support of such appropriations; and the
19	restrictions of the State Purchasing Law, the General Accounting and
20	Budgetary Procedures Law, the Revenue Stabilization Law, the Regular Salary
21	Procedures and Restrictions Act, or their successors, and other fiscal
22	control laws of this State, where applicable, and regulations promulgated by
23	the Department of Finance and Administration, as authorized by law, shall be
24	strictly complied with in disbursement of said funds.
25	
26	SECTION 8. LEGISLATIVE INTENT. It is the intent of the General Assembly
27	that any funds disbursed under the authority of the appropriations contained
28	in this act shall be in compliance with the stated reasons for which this act
29	was adopted, as evidenced by the Agency Requests, Executive Recommendations
30	and Legislative Recommendations contained in the budget manuals prepared by
31	the Department of Finance and Administration, letters, or summarized oral
32	testimony in the official minutes of the Arkansas Legislative Council or
33	Joint Budget Committee which relate to its passage and adoption.
34	
35	SECTION 9. EMERGENCY CLAUSE. It is found and determined by the General
36	Assembly, that the Constitution of the State of Arkansas prohibits the
30	Assemply, that the Constitution of the State of Arkansas prohibits the

5

## 1 appropriation of funds for more than a two (2) year period; that the 2 effectiveness of this Act on July 1, 2003 is essential to the operation of 3 the agency for which the appropriations in this Act are provided, and that in the event of an extension of the Regular Session, the delay in the effective 4 5 date of this Act beyond July 1, 2003 could work irreparable harm upon the 6 proper administration and provision of essential governmental programs. Therefore, an emergency is hereby declared to exist and this Act being 7 necessary for the immediate preservation of the public peace, health and 8 9 safety shall be in full force and effect from and after July 1, 2003.

/s/ Broadway