

1 State of Arkansas
2 84th General Assembly
3 Second Extraordinary Session, 2003
4
5 By: Representatives Gillespie, Stovall
6
7

As Engrossed: H2/6/04
A Bill

Call Item 4

HOUSE BILL 1182

For An Act To Be Entitled

9 AN ACT PROVIDING EDUCATION REFORM IN ARKANSAS; TO
10 PROVIDE FOR EDUCATION FUNDING; TO ESTABLISH *THE*
11 *EDUCATIONAL FACILITIES FUND ACCOUNT*; TO CREATE A
12 SUPPLEMENTAL TEACHER SALARY PLAN FOR DISTRICTS
13 UNABLE TO MEET TEACHER SALARY INCREASE
14 REQUIREMENTS; AND FOR OTHER PURPOSES.

Subtitle

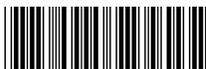
17 AN ACT PROVIDING EDUCATION REFORM; TO
18 PROVIDE FOR EDUCATION FUNDING; TO
19 ESTABLISH THE EDUCATIONAL FACILITIES
20 FUND ACCOUNT; AND TO CREATE A
21 SUPPLEMENTAL TEACHER SALARY PLAN.
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23

24 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:
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26 SECTION 1. Arkansas Code § 6-20-2003(22), as added by Act 59 of the
27 Second Extraordinary Session 2003, concerning the definitions used under the
28 Public School Funding Act of 2003, is amended to read as follows:

29 (22)(A) "Student growth funding" means the amount of state
30 financial aid provided to each school district from the funds made available
31 for that purpose.

32 (B) For school year 2004-2005, student growth funding is
33 calculated as ~~five thousand four hundred dollars (\$5,400)~~ five thousand two
34 hundred fifty dollars (\$5,250) multiplied by the increase, if any, in the
35 school district's two-quarter average of the average daily membership of the
36 current school year over the local school district's average daily membership



1 for the previous school year, excluding any increase resulting solely from
2 consolidation or annexation with another school district;

3
4 SECTION 2. Arkansas Code § 6-20-2005(a)(2), as added by Act 59 of the
5 Second Extraordinary Session 2003, concerning school funding, is amended to
6 read as follows:

7 (2) For the 2004-2005 school year, the foundation funding amount
8 is equal to ~~five thousand four hundred dollars (\$5,400)~~ five thousand two
9 hundred fifty dollars (\$5,250) times the average daily membership of the
10 previous school year.

11
12 SECTION 3. Teacher salary supplement.

13 (a) As used in this section:

14 (1) "Average daily membership" has the same meaning as defined
15 under § 6-20-2003 as added by Act 59 of the Second Extraordinary Session
16 2003;

17 (2) "District entry salary" means the salary for a teacher with
18 a bachelor's degree and no experience based upon the school district's salary
19 schedule for the 2002-2003 school year; and

20 (3) "State entry salary" means the salary for a classroom
21 teacher with a bachelor's degree and no experience required by state law for
22 the current school year.

23 (b)(1) Beginning with school year 2004-2005, any school district with
24 a district entry salary for the previous school year that is less than the
25 state entry salary required by state law shall be entitled to receive a
26 salary supplement calculated as follows:

27 (A) The district's average daily membership for the
28 previous school year shall be divided by twelve (12);

29 (B) The quotient of subdivision (b)(1)(A) shall be
30 multiplied by the positive result of the state entry salary minus the
31 district entry salary;

32 (C) The product of subdivision (b)(1)(B) shall be
33 multiplied by one hundred and twenty-five percent (125%); and

34 (D) The product of subdivision (b)(1)(C) shall be the
35 amount of the district's salary supplement.

36 (2) The following is an example of the formula set forth under

1 subsection (b) of this section:

2
3 [(ADM +12) X (State entry salary- District entry salary)] X (1.25) =
4 District's Salary Supplement

5
6 (c)(1) Any district with a district entry salary that meets or exceeds
7 the state entry salary shall not receive a salary supplement under this
8 section.

9 (2) Nothing in this section shall be construed to cause a
10 reduction in any funding received by a school district, even if the
11 district's entry salary meets or exceeds the state entry salary.

12
13 SECTION 4. Arkansas Code § 19-5-305(a), concerning accounts within the
14 Public School Fund, is amended to add a new subdivision to read as follows:

15 (4)(A) Educational Facilities Fund Account. The Educational
16 Facilities Fund Account shall be used for the improvement and construction of
17 public school facilities and other purposes as determined by the General
18 Assembly.

19 (B) For each fiscal year beginning July 1, 2004, the
20 Treasurer of State shall transfer monthly from the Department of Education
21 Public School Fund Account to the Educational Facilities Fund Account one-
22 twelfth (1/12) of an amount equal to one hundred fifty dollars (\$150)
23 multiplied times the statewide average daily membership less the amount of
24 funds distributed to school districts during the fiscal year as teacher
25 salary supplements under Section 3 of the act that was introduced as House
26 Bill 1182 of the Second Extraordinary Session 2003.

27 (C) For purposes of this subdivision (4):

28 (i) "Statewide average daily membership" means the
29 sum of the average daily membership of all school districts for the school
30 year preceding the fiscal year in which the transfer under subsection (b) is
31 made; and

32 (ii) "Average daily membership" has the same meaning
33 as defined under § 6-20-2003 as added by Act 59 of the Second Extraordinary
34 Session 2003.

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36 SECTION 5. Effective date.

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This act shall become effective on July 1, 2004.

/s/ Gillespie, et al