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: \$3/23/05	
2	85th General Assembly	A Bill	
3	Regular Session, 2005		SENATE BILL 940
4			
5	By: Senators J. Jeffress, Argu	e	
6	By: Representative Mahony		
7			
8			
9		For An Act To Be Entitled	
10	AN ACT T	O AMEND THE FINANCIAL ELIGIBILITY	
11	REQUIREM	MENTS FOR THE ARKANSAS ACADEMIC CHAI	LENGE
12	SCHOLARS	SHIP PROGRAM; AND FOR OTHER PURPOSES	5.
13			
14		Subtitle	
15	AN AC	CT TO AMEND THE FINANCIAL	
16	ELIGI	BILITY REQUIREMENTS FOR THE	
17	ARKAN	ISAS ACADEMIC CHALLENGE SCHOLARSHIP	
18	PROGR	AM.	
19			
20			
21	BE IT ENACTED BY THE G	ENERAL ASSEMBLY OF THE STATE OF ARK	ANSAS:
22			
23	SECTION 1. Arka	nsas Code § 6-82-1002 is amended to	read as follows:
24	6-82-1002. Defi	nitions.	
25	For purposes of	this subchapter, the following term	ns shall be defined
26	as indicated:		
27	(1)(A) "A	pproved institution" means a public	or private college,
28	university, or nursing	school located in Arkansas that is	approved by the
29	Arkansas State Board o	f Nursing and only under the condit	ions set forth in § :
30	6-82-1007 or accredite	d by the Commission on Institutions	of Higher Education
31	of the North Central A	ssociation or that certifies to the	Department of
32	Higher Education that	its students are accepted for trans	fer at institutions
33	accredited by the comm	ission.	
34	(B)	Furthermore, an approved instituti	on shall not
35	discriminate against a	pplicants, students, or employees c	n the basis of race,
36	color, religion, sex,	age, disability, or national origin	1 , consistent with



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1 the provisions of applicable state and federal law public-supported or 2 private, non-profit postsecondary institution with its primary headquarters located in Arkansas and is eligible to receive Title IV federal student aid 3 4 funds or any nursing school with its primary headquarters located in Arkansas and is eligible to participate in Title IV federal student aid programs. 5 6 (B) Furthermore, an approved institution shall not 7 discriminate against applicants, students, or employees on the basis of race, 8 color, religion, sex, age, disability, or national origin, consistent with 9 the provisions of applicable state and federal law; 10 (2) "Eligible student" means any student who meets the criteria 11 set out by this subchapter and who is deemed to be eligible by rules and 12 regulations authorized by this subchapter and promulgated by the Department 13 of Higher Education; (3) "Financial need" means the family income of program 14 15 applicants as determined by the Department of Higher Education through 16 evaluation of program applications and supporting documentation; 17 (4)(A) "Full-time undergraduate student" means a resident of 18 Arkansas who attends an approved institution of higher education and who is 19 enrolled for at least twelve (12) credit hours the first semester and fifteen 20 (15) hours thereafter or the equivalent, as defined by the Department of 21 Higher Education, in a program of study that leads to or is creditable toward 22 a baccalaureate degree, an associate degree in nursing, or a nursing school 23 diploma;. 24 (B) A recipient receiving an Arkansas Academic Challenge 25 Scholarship for the eighth semester shall not be required to be enrolled in 26 fifteen (15) hours and shall be considered a "full-time undergraduate 27 student" if the recipient is enrolled in the appropriate number of course 28 credit hours to earn a degree at the end of that semester. 29 (5) "Recipient" means an applicant awarded a scholarship funded 30 through the Arkansas Academic Challenge Scholarship Program; 31 (6) "Tuition" means charges levied for attendance at an eligible 32 institution of higher education, including mandatory fees charged to all 33 full-time students by an approved institution; and (7) "Unemancipated child" or "unemancipated children" means a 34 35 dependent child or dependent children as defined by the United States Department of Education for student aid purposes. 36

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1 2 SECTION 2. Arkansas Code § 6-82-1005(b)(6)(D), concerning the Arkansas Academic Challenge Scholarship Program is amended to read as follows: 3 4 (D)(i) The applicant demonstrates financial need as 5 defined by the department. 6 (ii) In calculating financial need for applicants 7 who graduate from an Arkansas high school after December 31, 1998, but before 8 January 1, 2001, the following criteria shall be used: 9 (a) An applicant whose family includes one (1) 10 unemancipated child shall have average family adjusted gross income over the 11 previous two (2) years not exceeding seventy thousand dollars (\$70,000) per 12 year at the time of application to the program; (b) An applicant whose family includes two (2) 13 14 unemancipated children shall have average family adjusted gross income over 15 the previous two (2) years not exceeding seventy-five thousand dollars 16 (\$75,000) per year at the time of application to the program; 17 (c) An applicant whose family includes three 18 (3) or more unemancipated children shall have average family adjusted gross 19 income over the previous two (2) years not exceeding eighty thousand dollars (\$80,000) per year at the time of application to the program, plus for 20 21 families with more than three (3) unemancipated children, an additional five 22 thousand dollars (\$5,000) per year for each additional child; 23 (d) Any applicant whose family includes more 24 than one (1) unemancipated child enrolled full time at an approved 25 institution of higher education shall be entitled to an additional ten 26 thousand dollars (\$10,000) of adjusted gross income for each additional child 27 when the department calculates financial need; and (e) If the applicant is an adopted child who 28 was at least twelve (12) years of age at the time of adoption and if the 29 30 applicant's family includes unemancipated adopted children who were at least twelve (12) years of age at the time of adoption, the adoptive family shall 31 32 be entitled to an additional ten thousand dollars (\$10,000) of adjusted gross 33 income per adopted unemancipated child. 34 (iii) In calculating financial need for applicants 35 who graduate from an Arkansas high school after December 31, 2000, but before 36 December 31, 2004, the following criteria shall be used:

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1	(a) An applicant whose family includes one (1)		
2	unemancipated child shall have average family adjusted gross income over the		
3	previous two (2) years not exceeding fifty thousand dollars (\$50,000) per		
4	year at the time of application to the program;		
5	(b) An applicant whose family includes two (2)		
6	unemancipated children shall have average family adjusted gross income over		
7	the previous two (2) years not exceeding fifty-five thousand dollars		
8	(\$55,000) per year at the time of application to the program;		
9	(c) An applicant whose family includes three		
10	(3) or more unemancipated children shall have average family adjusted gross		
11	income over the previous two (2) years not exceeding sixty thousand dollars		
12	(\$60,000) per year at the time of application to the program, plus for		
13	families with more than three (3) unemancipated children, an additional five		
14	thousand dollars (\$5,000) per year for each additional child; and		
15	(d) Any applicant whose family includes more		
16	than one (1) unemancipated child enrolled full time at an approved		
17	institution of higher education shall be entitled to an additional ten		
18	thousand dollars (\$10,000) of adjusted gross income for each additional child		
19	when the department calculates financial need.		
20	(iv) In calculating financial need for applicants		
21	who graduate from an Arkansas high school on or after December 31, 2004, a		
22	Free Application for Federal Student Aid or a subsequent application required		
23	by the United States Department of Education for federal financial aid shall		
24	be filed by the applicant or other proof of family income as defined by the		
25	Department of Higher Education and the following criteria shall be used:		
26	(a) An applicant whose family includes one (1)		
27	unemancipated child shall have average family adjusted gross income not		
28	exceeding sixty thousand dollars (\$60,000) per year at the time of		
29	application to the program;		
30	(b) An applicant whose family includes two (2)		
31	unemancipated children shall have average family adjusted gross income not		
32	exceeding sixty-five thousand dollars (\$65,000) per year at the time of		
33	application to the program;		
34	(c) An applicant whose family includes three		
35	(3) or more unemancipated children shall have average family adjusted gross		
00	(3) or more unemancipated children shall have average family adjusted gross		

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1	of application to the program, plus for families with more than three (3)
2	unemancipated children, an additional five thousand dollars (\$5,000) per year
3	for each additional child; and
4	(d) Any applicant whose family includes more
5	than one (1) unemancipated child enrolled full time at an approved
6	institution of higher education shall be entitled to an additional ten
7	thousand dollars (\$10,000) of adjusted gross income for each additional child
8	when the department calculates financial need.
9	
10	SECTION 3. EMERGENCY CLAUSE. It is found and determined by the
11	General Assembly of the State of Arkansas that the financial eligibility
12	requirements for the Arkansas Academic Challenge Scholarship Program must be
13	clarified; that clarification of the eligibility requirements for financial
14	need will help more Arkansas students enter and complete their post-secondary
15	education; and that this act is immediately necessary to prevent student
16	hardships and provide stability for the 2005-2006 school year. Therefore, an
17	emergency is declared to exist and this act being immediately necessary for
18	the preservation of the public peace, health, and safety shall become
19	effective on:
20	(1) The date of its approval by the Governor;
21	(2) If the bill is neither approved nor vetoed by the Governor,
22	the expiration of the period of time during which the Governor may veto the
23	bill; or
24	(3) If the bill is vetoed by the Governor and the veto is
25	overridden, the date the last house overrides the veto.
26	
27	/s/ J. Jeffress
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