## 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: \$3/8/07 \$3/22/07		
2	86th General Assembly	<sup>°</sup> A Bill		
3	Regular Session, 2007	SENATE BILL	774	
4				
5	By: Senators Crumbly, Baker	, Brown, Critcher, Faris, Hendren, G. Jeffress, J. Jeffress, Luker, T. Sr.	nith,	
6	Wilkins			
7	By: Representatives Allen, T.	Baker, Blount, E. Brown, S. Dobbins, Rainey		
8				
9				
10	For An Act To Be Entitled			
11	AN ACT T	O PROVIDE INCENTIVES FOR TEACHER		
12	RECRUITM	MENT AND RETENTION IN HIGH-PRIORITY SCHOOL		
13	DISTRICT	S; TO EQUALIZE TEACHER SALARIES BETWEEN		
14	HIGH-PRI	ORITY SCHOOL DISTRICTS AND HIGHER PAYING		
15	SURROUND	DING SCHOOL DISTRICTS IN ARKANSAS; AND FOR		
16	OTHER PU	JRPOSES.		
17				
18		Subtitle		
19	AN AC	T TO PROVIDE INCENTIVES FOR TEACHER		
20	RECRU	JITMENT AND RETENTION AND TO		
21	EQUAL	IZE TEACHER SALARIES IN HIGH-		
22	PRIOR	RITY SCHOOL DISTRICTS WITH		
23	SURRO	OUNDING HIGHER PAYING SCHOOL		
24	DISTR	RICTS.		
25				
26				
27	BE IT ENACTED BY THE G	ENERAL ASSEMBLY OF THE STATE OF ARKANSAS:		
28				
29	SECTION 1. Arka	nsas Code § 6-17-811 is amended to read as follows:		
30	6-17-811. Incent	ives for teacher recruitment and retention in high-		
31	priority districts.			
32	(a)(l) For purp	oses of this section:		
33	<u>(A)</u>	"Baseline fund balance" means the total fund balance	<u>:es</u>	
34	of a high-priority dis	trict if the district's fund balances on June 30, 20	)07 <b>,</b>	
35	exceed twenty percent	(20%) of the district's unrestricted ending fund		
36	balance as of June 30, 2007.			

03-22-2007 10:00 CLR188

1 (A)(B) "High-priority district" means a public school 2 district of one thousand (1,000) or fewer students in which eighty percent (80%) or more of public school students are eligible for the free or reduced-3 4 price lunch program under the National School Lunch Act and have a three-5 quarter average daily membership of one thousand (1,000) or fewer for the 6 2003-2004 2006-2007 school year; 7 (B)(C) "Previous year" means the school year immediately 8 preceding the present school year; and 9 (C)(i)(D)(i) "Teacher" or "teachers" means those certified 10 personnel who spend seventy percent (70%) of their time working directly with 11 students in a classroom setting teaching all grade-level or subject-matter 12 appropriate classes. "Teacher" or "teachers" includes guidance 13 (ii) 14 counselors and librarians. 15 (2) The State Board of Education shall promulgate rules to 16 determine high-priority districts of the state. (b) Beginning in the 2007-2008 school year, the state shall provide 17 funds to provide a high-priority district with incentives for teacher 18 retention and recruitment under subsections (c) or (d) of this section. 19  $\frac{\text{(b)}}{\text{(c)}}$ (1) Beginning in the  $\frac{2004-2005}{\text{2007}-2008}$  school year, a teacher 20 21 licensed by the state board who teaches in a public school in a high-priority 22 district shall receive in addition to all other salary and benefits: 23 (1)(A)(A)(i) For new teachers, a one-time signing bonus to 24 work in any high-priority district to be paid as follows: 25 (i)(a) Four thousand dollars (\$4,000) at the 26 time a teacher not currently employed by the district signs a new contract to 27 teach in a high-priority district; and 28 (ii)(b) Three thousand dollars (\$3,000) at the 29 beginning of each of the next two (2) subsequent years if the teacher 30 continues teaching in the same high-priority district. 31 (B)(i)(ii)(a) If a teacher has received bonus pay 32 under subdivision  $\frac{b}{1}$  (c)(1)(A)(i) of this section and leaves the high-33 priority district before the end of the three-year bonus pay period, the 34 teacher shall pay back the amount of the bonus received in the previous year. 35 (ii)(b) If the teacher leaves the high-36 priority district during the school year, the teacher shall pay back the

previous year's bonus and the current year's bonus; and

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 $\frac{(2)(A)}{(B)}$ (B)(i) For all teachers not newly signed to work in 3 the high-priority district, a retention bonus of two thousand dollars 4 (\$2,000) shall be paid: (i)(a) For the  $\frac{2004-2005}{2007-2008}$  school 5 6 year; and 7 (ii)(b) At the beginning of each of the next 8 two (2) subsequent years if the teacher continues to work in a high-priority 9 district. 10 (B)(i)(ii)(a) If a teacher has received bonus pay 11 under subdivision  $\frac{(b)(2)(A)}{(c)(1)(B)(i)}$  of this section and voluntarily 12 leaves the high-priority district before the end of the three-year bonus pay period, the teacher shall pay back on a pro-rata basis the amount of the 13 14 bonus received in the previous years year. 15 (ii)(b) If the teacher voluntarily leaves the 16 high-priority district during the school year, the teacher shall pay back the previous year's bonus and the current year's bonus. 17 (iii)(a)(c)(l) If a full-time-equivalent 18 19 teacher is reassigned involuntarily to a position that is not eligible for bonus pay under this section or is dismissed involuntarily by a school high-20 21 priority district, the teacher shall not be required to repay the applicable 22 bonus pay. 23 (b)(2) The school high-priority district 24 shall provide documentation to the Department of Education of the involuntary 25 assignment or dismissal. 26 (iv)(d) If a teacher qualified to receive 27 bonus pay under this section leaves the high-priority district due to a 28 serious medical emergency, the teacher shall not be obligated to repay the bonus if the teacher provides a written statement from a licensed physician 29 30 stating that the teacher is unable to work and must terminate his or her 31 employment. 32 (c)(2) Any bonus pay awarded under this section subsection (c) 33 to eligible full-time-equivalent teachers who do not work the entire school 34 year shall be pro rated based on the portion of the school year that the 35 eligible teacher was employed by the high-priority school district. (d)(1)(A) As an alternative to the bonuses paid under subsection (c) 36

1	of this section and in order to provide equity in teacher compensation, the		
2	salary schedule for the school year 2007-2008 for a teacher employed by a		
3	high-priority district shall be increased to be brought within one thousand		
4	dollars (\$1,000) of the highest paying salary schedule of other public school		
5	districts:		
6	(i) Within the county of the high-priority district;		
7	<u>or</u>		
8	(ii) Within a thirty-mile radius of the high school		
9	of the high-priority district.		
10	(B) For the 2008-2009 school year, if there are moneys		
11	available from the 2007-2008 school year for the purposes of this subsection		
12	(d), the state shall either:		
13	(i) Continue to fund an increase in the high-		
14	priority district salary schedule for the 2008-2009 school year to within one		
15	thousand dollars (\$1,000) of the highest paying salary schedule of other		
16	public school districts:		
17	(a) Within the county of the high-priority		
18	district; or		
19	(b) Within a thirty-mile radius of the high		
20	school of the high-priority district; or		
21	(ii)(a) Distribute the remaining moneys on a per		
22	pupil basis to all eligible high-priority districts if funds are not		
23	sufficient to fund an increase in the high-priority district salary schedule		
24	for the 2008-2009 school year to within one thousand dollars (\$1,000) of the		
25	highest paying salary schedule of other public school districts:		
26	(1) Within the county of the high-		
27	priority district; or		
28	(2) Within a thirty-mile radius of the		
29	high school of the high-priority district.		
30	(b) Any funds distributed under subdivision		
31	(d)(l)(B)(ii)(a) of this section shall only be used for the purpose of		
32	raising teacher salaries or providing a bonus to teachers employed by the		
33	high-priority district receiving the distribution.		
34	(2) A salary increase under this subsection (d) shall be based		
35	on the salary schedules of the highest-paying public school district in place		
36	on June 30 of the previous year.		

1	(3) Newly hired teachers shall be given the option upon		
2	employment to elect to be paid by the high-priority district under either		
3	this subsection (d) or under the high-priority district's regular teacher		
4	salary schedule.		
5	(4)(A) If a newly hired teacher receives an increased salary		
6	under this subsection (d) and leaves the high-priority district before the		
7	end of three (3) years from the date of hire, the teacher shall pay back the		
8	amount of the salary increase received in the previous year and for the		
9	portion of a partial school year worked that exceeds the high-priority		
10	district's regular teacher salary schedule.		
11	(B) If a teacher receives an increased salary under this		
12	subsection (d) leaves the high-priority district due to a serious medical		
13	$\underline{\text{emergency,}}$ the teacher shall not be obligated to repay the salary increase $\underline{\text{if}}$		
14	the teacher provides a written statement from a licensed physician stating		
15	that the teacher is unable to work and must terminate his or her employment.		
16	(5) A high-priority district that receives state funds to		
17	increase teacher salaries under this subsection (d) may not amend its salary		
18	schedule in effect on the effective date of this subsection (d) to:		
19	(A) Lower the starting salaries on the salary schedule; or		
20	(B) Add years to the salary schedule.		
21	(6) In order to receive state funding for increased teacher		
22	salaries under this subsection (d), a high-priority district must pay the		
23	minimum teacher salaries required by law.		
24	(7)(A) For a high-priority district with a baseline fund		
25	balance, the amount by which the district's total fund balances exceeds its		
26	baseline fund balance in a fiscal year shall be deducted from the funding to		
27	be provided under this subsection (d) in the following fiscal year.		
28	(B) For any other high-priority district, the amount by		
29	which the total fund balances for a fiscal year exceeds twenty percent (20%)		
30	of the district's unrestricted ending fund balance for that year shall be		
31	deducted from the funding to be provided under this subsection (d) in the		
32	following fiscal year.		
33	(d)(e) The department shall:		
34	(1) Monitor the implementation of the incentive program programs		
35	established by this section; and		
36	(2) Collect data to be used to evaluate the incentive program's		

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1	programs' effectiveness.		
2	(f) If the Commissioner of Education notifies the state board that a		
3	teacher obligated to repay any portion of the incentives for teacher		
4	retention and recruitment provided for in this section has failed to fully		
5	satisfy the teacher's obligation, the state board may suspend or refuse to		
6	renew the teacher's license, pursuant to the procedures outlined in § 6-17-		
7	410, until the teacher's obligation is paid in full.		
8	(g) The General Assembly finds and determines that the teacher		
9	retention and recruitment incentives provided for in this section are in		
10	addition to, and in excess of, the amount of funds distributed to school		
11	districts to enable school districts and the State of Arkansas to provide a		
12	general, suitable, and efficient education as required by the Arkansas		
13	Constitution.		
14			
15	SECTION 3. EMERGENCY CLAUSE. It is found and determined by the		
16	General Assembly of the State of Arkansas that there are school districts in		
17	economically depressed and low property wealth areas of the state that face		
18	difficulties competing with surrounding, geographically close school		
19	districts with regard to teacher salaries, and that such condition makes it		
20	difficult for districts in such economically depressed and low property		
21	wealth areas to recruit and retain qualified teachers; that this act will		
22	provide assistance to those high-priority districts to assist them in		
23	recruiting and retaining such teachers; and that this act is immediately		
24	necessary to provide that assistance for the 2007-2008 school year.		
25	Therefore, an emergency is declared to exist and this act being immediately		
26	necessary for the preservation of the public peace, health, and safety shall		
27	become effective on:		
28	(1) The date of its approval by the Governor;		
29	(2) If the bill is neither approved nor vetoed by the Governor,		
30	the expiration of the period of time during which the Governor may veto the		
31	bill; or		
32	(3) If the bill is vetoed by the Governor and the veto is		
33	overridden, the date the last house overrides the veto.		
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35	/s/ Crumbly		
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