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: $S3/8/07$ $S3/22/07$ $S3/26/07$ $S3/28/07$ 86th General Assembly $ABill$	
2		
3	Regular Session, 2007 SENATE BILL 7	74
4		
5	By: Senators Crumbly, Baker, Brown, Critcher, Faris, Hendren, G. Jeffress, J. Jeffress, Luker, T. Smith	h,
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 TO PROVIDE INCENTIVES FOR TEACHER	
12	RECRUITMENT AND RETENTION IN HIGH-PRIORITY SCHOOL	
13	DISTRICTS; TO EQUALIZE TEACHER SALARIES BETWEEN	
14	HIGH-PRIORITY SCHOOL DISTRICTS AND HIGHER PAYING	
15	SURROUNDING SCHOOL DISTRICTS IN ARKANSAS; AND FOR	
16	OTHER PURPOSES.	
17		
18	Subtitle	
19	AN ACT TO PROVIDE INCENTIVES FOR TEACHER	
20	RECRUITMENT AND RETENTION AND TO	
21	EQUALIZE TEACHER SALARIES IN HIGH-	
22	PRIORITY SCHOOL DISTRICTS WITH	
23	SURROUNDING HIGHER PAYING SCHOOL	
24	DISTRICTS.	
25		
26		
27	BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:	
28		
29	SECTION 1. Arkansas Code § 6-17-811 is amended to read as follows:	
30	6-17-811. Incentives for teacher recruitment and retention in high-	
31	priority districts.	
32	(a)(1) For purposes of this section:	
33	(A) "Baseline fund balance" means the total fund balances	3
34	of a high-priority district if the district's fund balances on June 30, 2007	<u>,</u>
35	exceed twenty percent (20%) of the district's unrestricted ending fund	
36	balance as of June 30, 2007.	

03-28-2007 12:59 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. 13 "Teacher" or "teachers" includes guidance (ii) counselors and librarians. 14 15 (iii) A bonus paid under this section is based on a full-time 16 equivalent teacher employed for the full contract year, and shall be prorated 17 for any teacher who is employed as less than a full-time equivalent or works for less than a full contract year. 18 19 (2) The State Board of Education shall promulgate rules to 20 determine high-priority districts of the state. 21 (b) Beginning in the 2007-2008 school year, the state shall provide 22 funds to provide a high-priority district with incentives for teacher 23 retention and recruitment under subsections (c) or (d) of this section. 24 $\frac{\text{(b)}}{\text{(c)}}$ Beginning in the $\frac{2004-2005}{\text{2007-2008}}$ school year and each 25 school year thereafter, a teacher licensed by the state board who teaches 26 enters into a teaching contract and who completes the entire current school 27 year teaching in a school in a high-priority district shall at the end of the 28 school year and upon completion of his or her contracted teaching obligations 29 be entitled to receive in addition to all other contracted salary and 30 benefits: 31 (1) For a newly hired teacher who has not previously taught in a high-priority district, a one (1) time signing bonus of four thousand dollars 32 33 (\$4,000) for the first year of service in the district to be paid upon 34 completion of the full year of teaching; 35 (2) For a newly hired teacher who meets the requirements of subdivision (c)(1) of this section, who continues to teach in the same high-36

1 priority district, and who completes the second full year of contracted 2 teaching obligations, a new teacher bonus in the amount of three thousand dollars (\$3,000) in addition to all other contracted salary and benefits; 3 4 (3) For a teacher who meets the requirements of subdivisions (c)(1) and (2) of this section, who continues to teach in the same high-5 6 priority district, and who completes a third year of contracted teaching 7 obligations, a new teacher bonus of three thousand dollars (\$3,000) in 8 addition to all other contracted salary and benefits; 9 (4) For a teacher who meets the requirements of subdivisions (c)(1)-(3) of this section, who enters his or her fourth or subsequent year 10 11 of service with the same high-priority district or begins employment with a 12 high-priority district other than the high-priority district where he or she 13 was employed at the time he or she received a new teacher bonus under subdivisions (c)(1)-(3) of this section, a retention bonus in the amount of 14 two thousand dollars (\$2,000) for the fourth and each subsequent complete 15 16 year of service in the high-priority district to be paid at the end of the 17 school year after completing all contractual obligations; and 18 (5) For a teacher employed in a high-priority district who does not meet the requirements of subdivisions (c)(1)-(3) of this section, a 19 20 retention bonus in the amount of two thousand dollars (\$2,000) for each 21 complete year of service in the high-priority district to be paid at the end 22 of the school year after completing all contractual obligations. 23 (c)(1) No teacher shall be entitled to a bonus provided under this 24 section unless the teacher has fulfilled his or her contractual obligations 25 for the current school year. 26 (2) The superintendent of the high-priority district where the 27 teacher is employed shall certify in writing to the department that the 28 teacher has completed all contractual obligations for the school year. 29 (1)(A) For new teachers, a one-time signing bonus to work in any 30 high-priority district to be paid as follows: 31 (i) Four thousand dollars (\$4,000) at the time a 32 teacher not currently employed by the district signs a new contract to teach 33 in a high-priority district; and 34 (ii) Three thousand dollars (\$3,000) at the 35 beginning of each of the next two (2) subsequent years if the teacher 36 continues teaching in the same high-priority district.

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

1	employed by the high-priority school district.
2	(d)(1)(A) As an alternative to the bonuses paid under subsection (c)
3	of this section and in order to provide equity in teacher compensation, a
4	high-priority district shall supplement the salary of each teacher employed
5	by the high-priority district with a bonus equal to the difference between
6	the beginning salary of the high-priority district's salary schedule for
7	2007-2008 and an amount that is one thousand dollars (\$1,000) less than the
8	beginning salary as of June 30, 2007 of the highest paying salary schedule of
9	other public school districts:
10	(i) Within the county of the high-priority district;
11	<u>or</u>
12	(ii) Within a thirty-mile radius of the high school
13	of the high-priority district.
14	(B) For the 2008-2009 school year, if there are moneys
15	available from the 2007-2008 school year for the purposes of this subsection
16	(d), the state shall either:
17	(i) Continue to fund the bonus provided under
18	subdivision (d)(1)(A) in the 2008-2009 school year equal to the difference
19	between the beginning salary of the high-priority district's salary schedule
20	for 2008-2009 and an amount that is one thousand dollars (\$1,000) less than
21	the beginning salary as of June 30, 2008 of the highest paying salary
22	schedule of other public school districts:
23	(a) Within the county of the high-priority
24	district; or
25	(b) Within a thirty-mile radius of the high
26	school of the high-priority district; or
27	(ii)(a) Distribute the remaining moneys on a per
28	pupil basis to all eligible high-priority districts if funds are not
29	sufficient to fund an increase in the high-priority district salary schedule
30	for the 2008-2009 school year to within one thousand dollars (\$1,000) of the
31	highest paying salary schedule of other public school districts:
32	(1) Within the county of the high-
33	priority district; or
34	(2) Within a thirty-mile radius of the
35	high school of the high-priority district.
36	(b) Any funds distributed under subdivision

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2 providing a bonus to teachers employed by the high-priority district 3 receiving the distribution. 4 (2) A bonus under this subsection (d) shall be based on the 5 salary schedules of the highest-paying public school district in place on 6 June 30 of the previous year. 7 (3) A high-priority district shall elect to pay teacher bonuses 8 under either this subsection (d) or under subsection (c) of this section, but 9 not both. 10 (4)(A) If a newly hired teacher receives an increased salary 11 under this subsection (d) and leaves the high-priority district before the 12 end of three (3) years from the date of hire, the teacher shall pay back the amount of the salary increase received in the previous year and for the 13 portion of a partial school year worked that exceeds the high-priority 14 15 district's regular teacher salary schedule. 16 (B) If a teacher receives an increased salary under this 17 subsection (d) leaves the high-priority district due to a serious medical emergency, the teacher shall not be obligated to repay the salary increase if 18 19 the teacher provides a written statement from a licensed physician stating 20 that the teacher is unable to work and must terminate his or her employment. 21 (5) A high-priority district that receives state funds to 22 increase teacher salaries under this subsection (d) may not amend its salary 23 schedule in effect on the effective date of this subsection (d) to: 24 (A) Lower the starting salaries on the salary schedule; or 25 (B) Add years to the salary schedule. 26 (6) In order to receive state funding for increased teacher 27 salaries under this subsection (d), a high-priority district must pay the 28 minimum teacher salaries required by law. 29 (7)(A) For a high-priority district with a baseline fund 30 balance, the amount by which the district's total fund balances exceeds its baseline fund balance in a fiscal year shall be deducted from the funding to 31 32 be provided under this subsection (d) in the following fiscal year. 33 (B) For any other high-priority district, the amount by 34 which the total fund balances for a fiscal year exceeds twenty percent (20%) 35 of the district's unrestricted ending fund balance for that year shall be 36 deducted from the funding to be provided under this subsection (d) in the

(d)(l)(B)(ii)(a) of this section shall only be used for the purpose of

following fiscal year.

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

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1	(3) If the bill is vetoed by the Governor and the veto is
2	overridden, the date the last house overrides the veto.
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4	/s/ Crumbly
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