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2	2 87th General Assembly A Bill	
3	Regular Session, 2009	SENATE BILL 71
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5	By: Senator Madison	
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21		ead as follows to
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31	SECTION 2. Arkansas Code § 19-1-504(c) is amended t	o read as follows
32	to correct a reference to a federal law:	
33	(c) A school district may invest moneys held for th	e repayment of a
34	federally recognized Qualified Zone Academy Bond under 26	U.S.C. § <del>1379E</del>
35	1397E, as it existed on January 1, 2005, in a guaranteed i	nvestment contract
36	or forward delivery agreement in which the school district	is guaranteed a

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1 certain rate of interest on its investment if the guaranteed investment 2 contract or the forward delivery agreement is entered into between the school 3 district and the purchaser of the Qualified Zone Academy Bond. 4 5 SECTION 3. Arkansas Code § 19-1-701(b) is amended to read as follows 6 to repeal obsolete language: 7 (b) A fiscal impact statement shall be developed with the guidance of 8 the Office of Economic and Tax Policy of the Bureau of Legislative Research 9 and with the approval of the Department of Education. 10 11 SECTION 4. Arkansas Code § 19-2-508 is repealed because the section is 12 obsolete. 19-2-508. Compliance. 13 14 Any financial institution providing check images to counties under the 15 provisions of § 14-21-108 [repealed] shall comply with the provisions of this 16 subchapter within one hundred twenty (120) days from March 16, 1999. 17 SECTION 5. Arkansas Code § 19-3-510(c)(1) is amended to read as 18 19 follows to correct a reference: 20 (1) All federal funds, as defined described in § 19-7-101 et 21 seq.; 22 2.3 SECTION 6. Arkansas Code § 19-3-518(c)(1) is amended to read as 24 follows to correct a reference: 25 (c)(1) FEDERAL FUNDS. The board may invest federal funds, as defined by 26 described in § 19-7-101 et seq., the same as state funds are authorized by 27 subsection (b) of this section. 28 29 SECTION 7. Arkansas Code § 19-3-521(a)(2) is amended to read as 30 follows to correct references and grammar: 31 (2) The balance in that fund the Securities Reserve Fund shall 32 always be available for such purposes. However, moneys in this fund the 33 Securities Reserve Fund in excess of one hundred thousand dollars (\$100,000) 34 shall, at all times, be available at all times to the Chief Fiscal Officer of 35 the State for transfer to the State Budget Revolving Budget Stabilization

Trust Fund, there to be used as provided by law.

SECTION 8. Arkansas Code § 19-3-521(b) is amended to read as follows to correct a reference and to make stylistic changes:

- (b)(1) In the event any loss shall be If any loss is sustained in relation to securities held at any time in the Securities Account or in the Treasurer of State's account in any bank depository, and the credit balance in the Securities Reserve Fund shall be is insufficient to absorb the loss, the Chief Fiscal Officer of the State shall cause a transfer of moneys to be made from the State Budget Revolving Budget Stabilization Trust Fund to the Securities Reserve Fund of such an amount as shall that, when added to the credit balance in the Securities Reserve Fund, equal equals the amount of any loss.
- 13 (2) it being It is the explicit intention intent of the General
  14 Assembly in the enactment of this provision that no loss shall be sustained
  15 by any account, the funds of which were used in making such investments and
  16 deposits.

- SECTION 9. Arkansas Code  $\S$  19-4-406(b) is amended to read as follows to correct the wording of the subsection:
- (b) If the Legislative Auditor and or the State Historian request requests retention of an original warrant or the electronic copy of a warrant in excess of the time periods provided under subsection (a) of this section, the warrants and vouchers warrant shall be retained by the Auditor of State for such period of time as required by the Legislative Auditor and or the State Historian.

- SECTION 10. Arkansas Code § 19-4-803(a) is amended to read as follows to subdivide the subsection for clarity and to make stylistic changes:
  - (a) The following are exempt from this subchapter:
- 30 <u>(1)</u> Funds required by the terms of a bond indenture to be held 31 by paying agents for the payment of interest and principal on such bonds;
  - (2) petty Petty cash funds held by the various state agencies;
- 33 <u>(3)</u> memorials Memorials, endowments, bequests, gifts, and
- 34 donations made to any state agency other than for normal operation of the
- 35 agency;
- (4) canteen Canteen funds of state agencies other than

institutions of higher learning, wherein the profits earned are used for the 1 2 benefit of the people served by that agency through the purchase of services 3 or goods other than normal salary or maintenance expenses of the agency; 4 (5) the The Benefit Fund of the Arkansas Department of Workforce 5 Services; 6 (6) the The Bond Guaranty Reserve Account of the Arkansas 7 Economic Development Council; 8 (7) the The Illegal Drug Purchase Account and the Confidential 9 Accounts of the Department of Arkansas State Police; 10 (8) patient Patient funds, where when the institution is acting 11 in a trust capacity or when the funds are utilized for patient activities 12 other than normal agency-provided services; (9) the The State Treasury Money Management Trust Trust 13 Management Fund; and 14 15 (10) any Any other funds determined by the Chief Fiscal Officer 16 of the State or the General Assembly, to be held in trust, and on deposit in 17 a financial institution other than the State Treasury shall be exempt from 18 the provisions of this subchapter. 19 SECTION 11. Arkansas Code § 19-4-1006 is amended to read as follows to 20 21 correct the wording of the section, to subdivide the section for clarity, and 22 to make stylistic changes: 23 19-4-1006. Rules and regulations - Records. 24 The Chief Fiscal Officer of the State shall: 25 (1) promulgate Promulgate rules and regulations with respect to 26 the obtaining and utilization of obtaining and utilizing credit cards in 27 payment of products and services; 28 (2) and prescribe Prescribe the procedures for reporting, 29 approving, and paying for products and services purchased with state owned 30 oil company credit cards.; and 31 (3) He shall also prescribe Prescribe the necessary records to 32 be maintained and the supporting documentation to be provided with each

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credit cards.

SECTION 12. Arkansas Code § 19-5-912 is amended to read as follows to

voucher presented for payment of these charges resulting from the use of

- l correct the name of a fund and the name of a state entity and to make
- 2 stylistic changes:
- 3 19-5-912. Employment Security Department of Workforce Services Trust
- 4 Fund.
- 5 (a) There is established on the books of the Treasurer of State, the
- 6 Auditor of State, and the Chief Fiscal Officer of the State a trust fund to
- 7 be known as the "Arkansas Employment Security Department of Workforce
- 8 Services Trust Fund".
- 9 (b) This The fund shall consist of such revenues as may be authorized
- 10 by the federal government for support of various programs within the
- 11 Department of Workforce Services, any interest accruing on these revenues,
- 12 and any other funds made available by the General Assembly.
- 13 (c) It The fund shall be used for the payment of program expenses of
- 14 the Department of Workforce Services department.

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- 16 SECTION 13. Arkansas Code § 19-5-953 is amended to add the following
- 17 subsection so the language of the section is parallel with § 20-10-209:
- 18 (c) Funds from the Long-term Care Trust Fund may also be administered
- 19 by the Director of the Department of Human Services for programs or uses
- 20 that, in the determination of the Director of the Office of Long-Term Care,
- 21 enhance the quality of life for long-term care facility residents through the
- 22 adoption of principles and building designs established by the Eden
- 23 Alternative or Green House programs or other means.

- 25 SECTION 14. Arkansas Code § 19-5-977 is repealed because the program
- 26 that was the purpose of the fund created by this section was repealed by Acts
- 27 1993, No. 943, § 1:
- 28 19-5-977. Home Delivered Meal Fund for the Elderly.
- 29 (a) There is hereby established on the books of the Treasurer of
- 30 State, the Auditor of State, and the Chief Fiscal Officer of the State a new
- 31 fund to be known as the Home Delivered Meal Fund for the Elderly, and the
- 32 Treasurer of State shall credit to the fund the amount certified each quarter
- 33 in accordance with § 26-51-432(b) [repealed].
- 34 (b) The fund shall be held as trust funds in interest-bearing accounts
- 35 only.
- 36 (c) All interest earned on the accounts shall be credited to the fund

1 to be used for the purpose provided in § 26-51-432 [repealed]. 2 (d) Moneys in the fund shall be distributed to the Department of Human 3 Services, Division of Aging and Adult Services, from the Treasurer of State 4 and distributed to the eight (8) area agencies on aging based on the Division 5 of Aging and Adult Services funding formula. 6 7 SECTION 15. Arkansas Code § 19-5-1018(a) is amended to read as follows 8 to add a reference to a constitutional officer and to make stylistic changes: 9 There is created on the books of the Chief Fiscal Officer of the State and the Treasurer of State, the Auditor of State, and the Chief Fiscal 10 11 Officer of the State a fund to be known as the "Higher Education Building 12 Maintenance Fund". 13 14 SECTION 16. Arkansas Code § 19-5-1024(a) is amended to read as follows 15 to add a reference to a constitutional officer and to make stylistic changes: 16 There is created on the books of the Chief Fiscal Officer of the 17 State and those of the Treasurer of State, the Auditor of State, and the 18 Chief Fiscal Officer of the State a trust fund to be known as the "Public 19 Service Commission Tax Division Fund". 20 21 SECTION 17. Arkansas Code § 19-5-1029(b) is amended to read as follows 22 to clarify references: 23 (b) This fund shall consist of application and permit fees for surface 24 coal mining, there to be used by the Arkansas Department of Environmental 25 Quality only for the administration and enforcement of the Arkansas Surface 26 Coal Mining and Reclamation Act of 1979, § 15-58-101 et seq., and as the 27 state's matching percentage share for any grants available to the state for 28 the administration and enforcement of the state program as defined in § 15-29 58-104. 30 SECTION 18. Arkansas Code § 19-5-1048 is repealed because the state 31 32 agency that administered the fund created by this section was abolished by 33 Acts 2001, No. 783, § 1. 34 19-5-1048. Quality Management State Agency Training Fund. 35 (a) There is established on the books of the Treasurer of State, the

Auditor of State, and the Chief Fiscal Officer of the State a fund to be

- 1 known as the Quality Management State Agency Training Fund. 2 (b) Such fund shall consist of any state funds transferred from the 3 quality management line item of the various funds and fund accounts of the 4 state as a result of savings accrued by quality management projects completed 5 under the guidelines of the Quality Management Board. 6 (c) According to such rules and regulations as may be established by 7 law or by the Chief Fiscal Officer of the State and upon completion of a 8 quality management project filed with the Quality Management Board, such 9 agency, board, or commission so affected may request a transfer of funds from 10 the appropriate fund or fund account and in such amounts as may be deemed 11 necessary to the quality management line item, there to be used for the 12 purposes as set out in the rules and regulations established by the board. 13 (d) According to the rules and regulations established by the board, 14 such agency, board, or commission so affected may request a transfer of funds 15 from the quality management line item to the Quality Management State Agency 16 Training Fund. 17 (e) Upon approval of the Chief Fiscal Officer of the State, with review by the Legislative Council, such transfers shall be recorded on the 18 books of the Treasurer of State, Auditor of State, and the Chief Fiscal 19 20 Officer of the State. 21 22 SECTION 19. Arkansas Code § 19-5-1072 is repealed because the program 2.3 that was the purpose of the fund created by this section was repealed by Acts 24 1997, No. 914, § 31. 25 19-5-1072. Telecommunications and Information Technology Fund. 26 (a) The Telecommunications and Information Technology Fund is created 27 and established on the books of the Treasurer of State, Auditor of State, and 2.8 Chief Fiscal Officer of the State, and shall consist of gifts, grants, 29 donations, and such other funds as may be made available by law. 30 (b) The fund shall be used for the purpose of making grants or loans 31 pursuant to § 25-26-105 [repealed]. 32
  - SECTION 20. Arkansas Code § 19-5-1095 is amended to read as follows to clarify the wording of the section and to make stylistic changes:
- 35 19-5-1095. Military Support Revolving Fund.

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36 (a)(1) There is created within the State Military Department a

1	revolving fund which shall be designated the Military Support Revolving rund,
2	into which shall be transferred or deposited the moneys to be provided by law
3	for the fund.
4	(2) The fund shall be used by the department to pay
5	reimbursements for periodic, short-term personnel augmentation for National
6	Guard members on state active duty for costs incurred in training activities,
7	which shall include, but not be limited to, goods, supplies, rations, fuel,
8	operating expenses, and related costs and expenses.
9	(b)(1) There is established on the books of the Treasurer of State,
10	the Auditor of State, and the Chief Fiscal Officer of the State a fund to be
11	known as the Military Support Revolving Fund.
12	(2) The fund shall consist of:
13	(A) All funds provided for by law for the fund; and
14	(B) All moneys received by the department from the United
15	States Army, the United States Air Force, the United States Navy, foreign
16	allied governments, and reserve forces of the United States, allied nations,
17	and other federal agencies.
18	(3) Any and all reimbursements and payments to this fund from
19	any source shall be considered a refund to expenditures.
20	(a) There is created on the books of the Treasurer of State, the
21	Auditor of State, and the Chief Fiscal Officer of the State a fund to be
22	known as the "Military Support Revolving Fund".
23	(b)(1) The fund shall consist of:
24	(A) All funds provided by law for the fund; and
25	(B) All moneys received by the State Military Department
26	from the United States Army, the United States Air Force, the United States
27	Navy, foreign allied governments, and reserve forces of the United States,
28	allied nations, and other federal agencies.
29	(2) All reimbursements and payments to the fund from any source
30	shall be considered a refund to expenditures.
31	(c) The fund shall be used by the department to pay reimbursements for
32	periodic, short-term personnel augmentation for National Guard members on
33	state active duty for costs incurred in training activities, which shall
34	include without limitation, goods, supplies, rations, fuel, operating
35	expenses, and related costs and expenses.
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1 SECTION 21. Arkansas Code § 19-5-1206(b)(2) is amended to read as 2 follows to correct word usage and clarify the meaning: 3 (2) The fund shall be used to acquire real properties, either by 4 deed or by lease, in order to own or operate, to maintain, to repair, to 5 renovate, to develop, or to construct them real properties, including any 6 necessary demolition and site improvements, for use by state agencies, as 7 defined at in § 22-2-102(5), for capital improvement needs under the 8 jurisdiction of the Arkansas Building Authority. 9 10 SECTION 22. Arkansas Code § 19-5-1214 is repealed because the fund 11 created by the section is also created by § 19-5-1095. 12 19-5-1214. Military Support Revolving Fund. 13 (a) There is established on the books of the Treasurer of State, the Auditor of State, and the Chief Fiscal Officer of the State a fund to be 14 known as the "Military Support Revolving Fund". 15 16 (b) The fund shall consist of: 17 (1) All funds provided for by law for the fund; 18 (2) All moneys received by the State Military Department from 19 the United States Army, United States Air Force, United States Navy, foreign 20 allied governments, reserve components of the United States armed forces, 21 allied nations, and other federal agencies; and 22 (3) Any and all reimbursements and payments to this fund from 23 any source shall be considered a refund to expenditures. (c) The fund shall be used for those purposes as set out in Section 3 24 25 of uncodified Acts 1999, No. 959. 26 27 SECTION 23. Arkansas Code § 19-6-426 is amended to read as follows to 28 correct the name of a fund and to correct references: 29 19-6-426. Oil Arkansas Museum of Natural Resources Fund. 30 The Oil Arkansas Museum of Natural Resources Fund shall consist of those special revenues as specified in § 19-6-301(61) and (101), there to be 31 32 used for the construction, maintenance, operation, and improvement of the 33 Arkansas Oil and Brine Museum of Natural Resources of the State Parks, Recreation, and Travel Commission, Division of the Department of Parks and 34 35 Tourism in exercising the powers, functions, and duties as set out in § 13-5-36 401 et seq., and for paying the expenses of administering such funds by the

1	Department of Parks and Tourism department as may be authorized by law.
2	
3	SECTION 24. Arkansas Code § 19-6-458 is amended to read as follows to
4	insert a reference to a constitutional officer and to make stylistic changes:
5	19-6-458. Developmental Disabilities Services — Dog Track Special
6	Revenue Fund.
7	There is created on the books of the Treasurer of State, the Auditor of
8	State, and the Chief Fiscal Officer of the State a fund to be known as the
9	<u>"</u> Developmental Disabilities Services — Dog Track Special Revenue Fund <u>"</u> which
10	$\underline{\text{that}}$ shall consist of those special revenues as specified in § 19-6-301(16),
11	there to be used for the sole benefit of community programs of the Division
12	of Developmental Disabilities Services of the Department of Human Services
13	licensed by the division.
14	
15	SECTION 25. Arkansas Code § 19-6-499(b) is amended to read as follows
16	to update a reference:
17	(b)(1) All moneys collected under § <del>27-15-2702(a)(2) [repealed]</del> <u>27-24-</u>
18	$\underline{1303(c)(2)(C)}$ shall be deposited into the State Treasury to the credit of the
19	fund as special revenues.
20	(2) The fund shall also consist of any other revenues as may be
21	authorized by law.
22	
23	SECTION 26. Arkansas Code § 19-7-701(c) is amended to read as follows
24	to correct a reference, to subdivide the subsection, and to make stylistic
25	changes:
26	(c) $\underline{(1)}$ If the request is approved, the Chief Fiscal Officer of the
27	State $\frac{\text{will}}{\text{shall}}$ loan the necessary amount to the appropriate fund accounts
28	within the Department of Human Services from the Budget Stabilization Trust
29	Fund.
30	(2) However, The the balance of any such loans made under
31	subdivision (c)(1) of this section during the course of a fiscal year $_{\overline{\tau}}$
32	$\frac{1}{1}$ however, will $\frac{1}{2}$ be recovered by the department and repaid to the $\frac{1}{2}$
33	Budget Revolving Fund by June 30 of that fiscal year.
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35	SECTION 27. Arkansas Code § 19-11-105(a)(3) is amended to read as
36	follows to correct a defined term and to correct a federal law citation:

1	(3) IIIegal <del>limitgranes</del> <u>limitgrane</u> means any person not a
2	citizen of the United States who has:
3	(A) Entered the United States in violation of the federal
4	Immigration and Naturalization Nationality Act of 1952, 8 U.S.C. 1101 et
5	seq., or regulations issued under the act;
6	(B) Legally entered the United States but without the
7	right to be employed in the United States; or
8	(C) Legally entered the United States subject to a time
9	limit but has remained illegally after expiration of the time limit;
10	
11	SECTION 28. Arkansas Code § 19-11-203(14) is amended to read as
12	follows to repeal an obsolete subdivision and to redesignate subsequent
13	subdivisions:
14	(14) "Exempt commodities and services" means:
15	(A) Advertising in newspapers, periodicals, and related
16	publications, and on television, radio, billboards, and electronic media;
17	(B) Animals procured for medical research;
18	(C)(i) Commodities and services for use in research,
19	education, and treatment for the diagnosis, cure, and prevention of disease,
20	$\underline{\text{which}}$ may be procured, with administrative approval, through a group
21	purchasing entity serving other public health institutions when substantial
22	savings are available.
23	(ii) A report shall be filed annually with the
24	Division of Legislative Audit reflecting the justification of and the
25	estimated savings accruing due to the use of this exemption;
26	(D)(i) Commodities procured for resale in cafeterias,
27	commissaries, bookstores, gift shops, canteens, and other similar
28	establishments.
29	(ii) However, these commodities procured shall not
30	be sold or transferred to any agency with the intent of circumventing
31	applicable procurement procedures;
32	(E) Commodities procured from nonprofit workshops in
33	accordance with § 19-11-501 et seq. [repealed];
34	$\frac{(F)(E)}{(E)}$ (i) Contracts awarded by agencies for the
35	construction of buildings and facilities and for major repairs.
36	(ii) These contract exemptions shall not extend to

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     furnished by the agency under any such contract;
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                       (G)(F) Contracts awarded by the Arkansas State Highway and
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     Transportation Department for the construction, reconstruction, and
 5
     maintenance of roads and bridges in the state highway system and for the
 6
     county, rural road aid, and city street aid programs;
 7
                       (H)(G)(i) Farm products procured or sold by a state agency
8
     having an agency procurement official.
9
                                   The current trade customs with respect to the
                             (ii)
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     procurement or sale of cotton, cotton seed, rice, and other farm products
11
     shall be followed when it is necessary to do so in order to obtain the best
12
     price for the commodities procured or sold;
                       (I)(H) Fees, including medical fees and physician fees;
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14
                       (J)(I) Foster care maintenance services provided by foster
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     family homes approved by the Division of Children and Family Services of the
16
     Department of Human Services for children whose placement and care are the
17
     responsibility of the Division of Children and Family Services of the
18
     Department of Human Services;
19
                       (K)(J) Freight and storage charges and demurrage;
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                       (L)(K) Licenses required prior to performance of services;
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                       (M)(L)(i) Livestock procured by an agency having an
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     official experienced in selection and procurement of livestock.
23
                             (ii) Such procurement will be reported to the State
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     Procurement Director, giving details of the purchase;
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                       (N) (M) Livestock procured for breeding, research, or
26
     experimental purposes;
27
                       (0)(N) Maintenance on office machines and technical
28
     equipment;
29
                       (P)(0) Medical items specifically requested by a physician
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     for treatment or diagnosis of patients in his or her care, including
     prosthetic devices, surgical instruments, heart valves, pacemakers,
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32
     radioisotopes, and catheters;
33
                       (Q)(P) Membership in professional, trade, and other
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     similar associations;
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                       (R)(Q) Perishable foodstuffs for immediate use or
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the procurement of any commodities not otherwise exempt, that are to be

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processing;

1	(S)(R) Postage;	
2	(T)(S) Published books, manuals, maps, periodicals, films,	
3	technical pamphlets, and copyrighted educational aids for use in libraries	
4	and for other informational or instructional purposes in instances in which	
5	other applicable law does not provide a restrictive means for the acquisition	
6	of them these materials;	
7	$\frac{(U)}{(T)}$ Services of visiting speakers, lecturers, and	
8	performing artists;	
9	(V)(U) Taxes;	
10	$\frac{(W)}{(V)}$ Travel expense items such as room and board and	
11	transportation charges;	
12	$\frac{(X)}{(W)}$ Utility services or equipment which that is	
13	defined, recognized, and regulated by the Arkansas Public Service Commission	
14	as a monopoly offering;	
15	$\frac{(Y)(X)}{(X)}$ Works of art for museum and public display;	
16	$\frac{(Z)}{(Y)}$ Capital improvements valued at less than twenty	
17	thousand dollars (\$20,000), subject to minimum standards and criteria of the	
18	Arkansas Building Authority; and	
19	$\frac{(AA)}{(Z)}$ Services related to work force development,	
20	incumbent work force training, or specialized business or industry training;	
21		
22	SECTION 29. The enactment and adoption of this act shall not repeal,	
23	expressly or impliedly, the acts passed at the regular session of the 87th	
24	General Assembly. All such acts shall have full effect and, so far as those	
25	acts intentionally vary from or conflict with any provision contained in this	
26	act, those acts shall have the effect of subsequent acts and as amending or	
27	repealing the appropriate parts of the Arkansas Code of 1987.	
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