1 2		Arkansas neral Assen		Engrossed:	$\operatorname{ABill}^{s_2/14/13} s_3/$	28/13 54/4/13	,
3		Session, 2	•				SENATE BILL 122
4	C						
5	By: Join	nt Budget (Committee				
6							
7				For An	Act To Be E	ntitled	
8		AN	ACT TO	MAKE AN APP	PROPRIATION FO	R PERSONAL SE	RVICES
9		AN	D OPERA	CING EXPENSE	ES FOR THE DEP	ARTMENT OF HI	GHER
10		ED	UCATION	FOR THE FIS	SCAL YEAR ENDI	NG JUNE 30, 2	014;
11		AN	D FOR O	THER PURPOSE	ES.		
12							
13							
14					Subtitle		
15			AN A	CT FOR THE I	DEPARTMENT OF	HIGHER	
16			EDUC	ATION APPRO	PRIATION FOR 1	THE 2013-2014	
17			FISC	AL YEAR.			
18							
19							
20	BE IT H	ENACTED	BY THE (GENERAL ASSE	EMBLY OF THE S	TATE OF ARKAN	SAS:
21							
22	ŝ	SECTION	1. REGUI	LAR SALARIES	5 - GENERAL OP	ERATIONS. Th	ere is hereby
23	establ	ished fo	or the De	epartment of	Higher Educa	tion for the	2013-2014 fiscal
24	year, t	the foll	owing ma	aximum numbe	er of regular	employees.	
25							
26							Maximum Annual
27						Maximum	Salary Rate
28	Item	Class				No. of	Fiscal Year
29	No.	Code I	itle			Employees	2013-2014
30	(1)	U024U	DHE DIRI	ECTOR		1	\$201,310
31	(2)	U089U	DHE DEPU	JTY DIRECTOR	R	1	\$144,846
32	(3)	N002N	DHE SEN	LOR ASSOC DI	RECTOR	2	GRADE N913
33	(4)	NO41N	DHE ASSO	OC DIR FOR A	ACADEMIC AFFAI	RS 1	GRADE N909
34	(5)	N055N	DHE ASSO	OCIATE DIREC	CTOR	2	GRADE N908
35	(6)	N054N	DHE CARI	EER PATHWAYS	5 DIRECTOR	1	GRADE N908
36	(7)	G019C	GENERAL	COUNSEL		1	GRADE C127



.

1	(8)	G043C	DHE FINANCIAL AID MANAGER	1	GRADE C126
2	(9)	G058C	DHE FEDERAL PROGRAM MANAGER	3	GRADE C125
3	(10)	G071C	DHE PROGRAM COORDINATOR	5	GRADE C124
4	(11)	D022C	SYSTEMS SPECIALIST	1	GRADE C124
5	(12)	P005C	DHE COMMUNICATIONS COORDINATOR	1	GRADE C123
6	(13)	D039C	NETWORK SUPPORT SPECIALIST	1	GRADE C123
7	(14)	G102C	DHE PROGRAM SPECIALIST	21	GRADE C122
8	(15)	A052C	ACCOUNTING COORDINATOR	1	GRADE C121
9	(16)	D052C	SOFTWARE SUPPORT ANALYST	2	GRADE C121
10	(17)	C010C	EXECUTIVE ASSISTANT TO THE DIRECTOR	1	GRADE C118
11	(18)	A089C	ACCOUNTANT I	1	GRADE C116
12	(19)	C056C	ADMINISTRATIVE SPECIALIST III	5	GRADE C112
13	(20)	C073C	ADMINISTRATIVE SPECIALIST II	1	GRADE C109
14		MAX. N	O. OF EMPLOYEES	53	

16 SECTION 2. EXTRA HELP - GENERAL OPERATIONS. There is hereby 17 authorized, for the Department of Higher Education for the 2013-2014 fiscal 18 year, the following maximum number of part-time or temporary employees, to be 19 known as "Extra Help", payable from funds appropriated herein for such 20 purposes: seventeen (17) temporary or part-time employees, when needed, at 21 rates of pay not to exceed those provided in the Uniform Classification and 22 Compensation Act, or its successor, or this act for the appropriate 23 classification.

24

30

25 SECTION 3. APPROPRIATION - GENERAL OPERATIONS. There is hereby 26 appropriated, to the Department of Higher Education, to be payable from the 27 Department of Higher Education Fund Account, for personal services and 28 operating expenses of the Department of Higher Education for the fiscal year 29 ending June 30, 2014, the following:

31	ITEM		FISCAL YEAR
32	NO.		2013-2014
33	(01)	REGULAR SALARIES	\$2,482,295
34	(02)	EXTRA HELP	3,000
35	(03)	PERSONAL SERVICES MATCHING	728,211
36	(04)	MAINT. & GEN. OPERATION	

1	(A) OPER. EXPENSE	840,755
2	(B) CONF. & TRAVEL	20,270
3	(C) PROF. FEES	10,000
4	(D) CAP. OUTLAY	0
5	(E) DATA PROC.	0
6	TOTAL AMOUNT APPROPRIATED	\$4,084,531

8 SECTION 4. APPROPRIATION - STUDENT ASSISTANCE GRANTS AND VARIOUS 9 SCHOLARSHIPS. There is hereby appropriated, to the Department of Higher 10 Education, to be payable from the Higher Education Grants Fund Account, for 11 providing student assistance grants and various scholarships as provided by 12 law, of the Department of Higher Education for the fiscal year ending June 13 30, 2014, the following:

15	ITEM		FISCAL YEAR
16	NO.		2013-2014
17	(01)	HIGHER EDUCATION OPPORTUNITIES GRANT	\$8,000,000
18	(02)	SREB MINORITY DOCTORAL SCHOLARS	200,000
19	(03)	AR ACADEMIC CHALLANGE SCHOLARSHIPS	25,000,000
20	(04)	ARKANSAS GOVERNOR'S SCHOLARS	10,750,000
21	(05)	STUDENT UNDERGRADUATE RESEARCH	
22		FELLOWSHIP PROGRAM (SURF)	150,000
23	(06)	NATIONAL GUARD TUITION INCENTIVE	
24		PROGRAM	1,500,000
25	(07)	SINGLE PARENT SCHOLARSHIP PROGRAM	175,000
26	(08)	STATE TEACHER EDUCATION PRGM.	4,000,000
27	(09)	TEACHER OPPORTUNITY PROGRAM	1,500,000
28	(10)	WORKFORCE IMPROVEMENT GRANTS	2,500,000
29	(11)	AR GEOGRAPHICAL CRITICAL NEEDS	
30		MINORITY TEACHER SCHOLARSHIPS	150,000
31	(12)	DEPENDENTS OF LAW ENFORCEMENT	
32		OFFICERS, ETC. SCHOLARSHIPS	200,000
33	(13)	DEPENDENTS OF POWS, MIAS,	
34		KIAS-TUITION WAIVER	
35		SCHOLARSHIPS	250,000
36		TOTAL AMOUNT APPROPRIATED	\$54,375,000

1 2 SECTION 5. APPROPRIATION - STATE SCHOLARSHIP - FEDERAL. There is 3 hereby appropriated, to the Department of Higher Education, to be payable 4 from the federal funds as designated by the Chief Fiscal Officer of the 5 State, for grants-in-aid of the Department of Higher Education - State 6 Scholarship - Federal Program for the fiscal year ending June 30, 2014, the 7 following: 8 9 ITEM FISCAL YEAR 10 NO. 2013-2014 11 GRANTS IN AID-STATE (01) 12 SCHOLARSHIPS-FEDERAL \$750,000 13 14 SECTION 6. APPROPRIATION - TECHNICAL EDUCATION - FEDERAL PROGRAMS. 15 There is hereby appropriated, to the Department of Higher Education, to be 16 payable from the federal funds as designated by the Chief Fiscal Officer of 17 the State, for personal services and operating expenses of the Department of 18 Higher Education - Technical Education - Federal Programs for the fiscal year 19 ending June 30, 2014, the following: 20 21 ITEM FISCAL YEAR 22 NO. 2013-2014 23 (01) REGULAR SALARIES \$140,477 24 (02) PERSONAL SERVICES MATCHING 40,674 25 (03) MAINT. & GEN. OPERATION (A) OPER. EXPENSE 120,000 26 27 (B) CONF. & TRAVEL 20,000 120,000 28 (C) PROF. FEES 29 (D) CAP. OUTLAY 0 (E) DATA PROC. 30 0 TOTAL AMOUNT APPROPRIATED 31 \$441,151 32 33 SECTION 7. APPROPRIATION - IMPROVING TEACHER QUALITY. There is hereby 34 appropriated, to the Department of Higher Education, to be payable from the 35 federal funds as designated by the Chief Fiscal Officer of the State, for 36 operating expenses and grants-in-aid of the Department of Higher Education -

SB122

Improving Teacher Quality Program for the fiscal year ending June 30, 2014,
 the following:

3		
4	ITEM	FISCAL YEAR
5	NO.	2013-2014
6	(01) MAINT. & GEN. OPERATION	
7	(A) OPER. EXPENSE	\$26,856
8	(B) CONF. & TRAVEL	13,000
9	(C) PROF. FEES	8,000
10	(D) CAP. OUTLAY	0
11	(E) DATA PROC.	0
12	(02) IMPROVING TEACHER QUALITY GRANTS/AID	1,517,402
13	TOTAL AMOUNT APPROPRIATED	\$1,565,258
14		
15	SECTION 8. APPROPRIATION - RESEARCH DEVELOPMENT PROGRA	M. There is
16	hereby appropriated, to the Department of Higher Education,	to be payable
17	from the Higher Education Research Development Fund, for pro	oviding Arkansas
18	Research Development Program Grants to Institutions of Highe	er Education by
19	the Department of Higher Education for the fiscal year endin	ng June 30, 2014,
20	the following:	
21		
22	ITEM	FISCAL YEAR
23	NO.	2013-2014
24	(01) RESEARCH AND DEVELOPMENT PROGRAM	
25	GRANTS	\$5,000,000
26		
27	SECTION 9. APPROPRIATION - HEALTH EDUCATION GRANTS AND	LOANS. There is
28	hereby appropriated, to the Department of Higher Education,	to be payable
29	from the Higher Education Grants Fund Account, for payments	of the contracts
30	and loans with participating out-of-state institutions of hi	gher learning in
31	the fields of dentistry, optometry, osteopathy, veterinary m	nedicine,
32	chiropractic, and podiatry for the education of Arkansas cit	izens, by the
33	Department of Higher Education for the fiscal year ending Ju	ne 30, 2014, the
34	following:	
35		
36	ITEM	FISCAL YEAR

01-23-2013 09:53:54 TWV022

1	NO.	2013-2014
2	(01) CHIROPRACTIC AID	\$260,000
3	(02) DENTAL AID - GRANTS	2,133,900
4	(03) OPTOMETRY AID - GRANTS	410,000
5	(04) OSTEOPATHY AID	230,000
6	(05) PODIATRY AID	130,400
7	(06) VETERINARY AID	1,100,000
8	(07) DENTAL AID - LOANS	987,370
9	(08) OPTOMETRY AID - LOANS	140,000
10	(09) VETERINARY MED. LOAN FORGIVENESS	
11	PROGRAM	120,000
12	TOTAL AMOUNT APPROPRIATED	\$5,511,670
13		
14	SECTION 10. APPROPRIATION - CASH. There is hereby ap	ppropriated, to the
15	Department of Higher Education, to be payable from the cash	h fund deposited in
16	the State Treasury as determined by the Chief Fiscal Office	er of the State,
17	for operating expenses of the Department of Higher Education	on for the fiscal
18	year ending June 30, 2014, the following:	
19		
19 20	ITEM	FISCAL YEAR
	ITEMNO.	FISCAL YEAR 2013-2014
20		
20 21	NO.	
20 21 22	NO. (01) MAINT. & GEN. OPERATION	2013-2014
20 21 22 23	NO. (01) MAINT. & GEN. OPERATION (A) OPER. EXPENSE	<u>2013-2014</u> \$878,070
20 21 22 23 24	NO. (01) MAINT. & GEN. OPERATION (A) OPER. EXPENSE (B) CONF. & TRAVEL	2013-2014 \$878,070 60,620
20 21 22 23 24 25	NO. (01) MAINT. & GEN. OPERATION (A) OPER. EXPENSE (B) CONF. & TRAVEL (C) PROF. FEES	2013-2014 \$878,070 60,620 551,310
20 21 22 23 24 25 26	NO. (01) MAINT. & GEN. OPERATION (A) OPER. EXPENSE (B) CONF. & TRAVEL (C) PROF. FEES (D) CAP. OUTLAY	2013-2014 \$878,070 60,620 551,310 100,000
20 21 22 23 24 25 26 27	NO. (01) MAINT. & GEN. OPERATION (A) OPER. EXPENSE (B) CONF. & TRAVEL (C) PROF. FEES (D) CAP. OUTLAY (E) DATA PROC.	2013-2014 \$878,070 60,620 551,310 100,000 0
20 21 22 23 24 25 26 27 28	NO. (01) MAINT. & GEN. OPERATION (A) OPER. EXPENSE (B) CONF. & TRAVEL (C) PROF. FEES (D) CAP. OUTLAY (E) DATA PROC. (02) SCHOLARSHIPS	2013-2014 \$878,070 60,620 551,310 100,000 0 100,000
20 21 22 23 24 25 26 27 28 29	NO. (01) MAINT. & GEN. OPERATION (A) OPER. EXPENSE (B) CONF. & TRAVEL (C) PROF. FEES (D) CAP. OUTLAY (E) DATA PROC. (02) SCHOLARSHIPS (03) REFUNDS/REIMBURSEMENTS	2013-2014 \$878,070 60,620 551,310 100,000 0 100,000 5,000
20 21 22 23 24 25 26 27 28 29 30	NO. (01) MAINT. & GEN. OPERATION (A) OPER. EXPENSE (B) CONF. & TRAVEL (C) PROF. FEES (D) CAP. OUTLAY (E) DATA PROC. (02) SCHOLARSHIPS (03) REFUNDS/REIMBURSEMENTS	2013-2014 \$878,070 60,620 551,310 100,000 0 100,000 5,000
20 21 22 23 24 25 26 27 28 29 30 31	NO. (01) MAINT. & GEN. OPERATION (A) OPER. EXPENSE (B) CONF. & TRAVEL (C) PROF. & TRAVEL (C) PROF. FEES (D) CAP. OUTLAY (E) DATA PROC. (02) SCHOLARSHIPS (03) REFUNDS/REIMBURSEMENTS TOTAL AMOUNT APPROPRIATED	2013-2014 \$878,070 60,620 551,310 100,000 0 100,000 5,000 \$1,695,000 There is hereby
20 21 22 23 24 25 26 27 28 29 30 31 32	NO. (01) MAINT. & GEN. OPERATION (A) OPER. EXPENSE (B) CONF. & TRAVEL (C) PROF. FEES (D) CAP. OUTLAY (E) DATA PROC. (02) SCHOLARSHIPS (03) REFUNDS/REIMBURSEMENTS TOTAL AMOUNT APPROPRIATED SECTION 11. APPROPRIATION - TANF PROGRAM - FEDERAL.	2013-2014 \$878,070 60,620 551,310 100,000 0 100,000 5,000 \$1,695,000 There is hereby payable from the
20 21 22 23 24 25 26 27 28 29 30 31 32 33	NO. (01) MAINT. & GEN. OPERATION (A) OPER. EXPENSE (B) CONF. & TRAVEL (C) PROF. & TRAVEL (C) PROF. FEES (D) CAP. OUTLAY (E) DATA PROC. (02) SCHOLARSHIPS (03) REFUNDS/REIMBURSEMENTS TOTAL AMOUNT APPROPRIATED SECTION 11. APPROPRIATION - TANF PROGRAM - FEDERAL. appropriated, to the Department of Higher Education, to be	2013-2014 \$878,070 60,620 551,310 100,000 0 100,000 5,000 \$1,695,000 There is hereby payable from the the State, for

1	the following:	
2		
3	ITEM	FISCAL YEAR
4	NO.	2013-2014
5	(01) REGULAR SALARIES	\$346,958
6	(02) EXTRA HELP	15,000
7	(03) PERSONAL SERVICES MATCHING	101,915
8	(04) MAINT. & GEN. OPERATION	
9	(A) OPER. EXPENSE	90,000
10	(B) CONF. & TRAVEL	25,000
11	(C) PROF. FEES	30,000
12	(D) CAP. OUTLAY	0
13	(E) DATA PROC.	0
14	(05) SELF SUFFICIENCY/JOB TRAINING GRANTS	10,375,000
15	TOTAL AMOUNT APPROPRIATED	\$10,983,873
16		
17	SECTION 12. APPROPRIATION - COLLEGE ACCESS CHALLEN	GE GRANT. There is
18	hereby appropriated, to the Department of Higher Education	on, to be payable
19	from the federal funds as designated by the Chief Fiscal	Officer of the
20	State, for operating expenses of the Department of Highe	r Education – College
21	Access Challenge Grant Program - Federal for the fiscal	year ending June 30,
22	2014, the following:	
23		
24	ITEM	FISCAL YEAR
25	NO.	2013-2014
26	(01) MAINT. & GEN. OPERATION	
27		
	(A) OPER. EXPENSE	\$1,215,000
28	(A) OPER. EXPENSE (B) CONF. & TRAVEL	\$1,215,000 55,000
28 29		
	(B) CONF. & TRAVEL	55,000
29	(B) CONF. & TRAVEL (C) PROF. FEES	55,000 1,700,000
29 30	(B) CONF. & TRAVEL(C) PROF. FEES(D) CAP. OUTLAY	55,000 1,700,000 30,000
29 30 31	 (B) CONF. & TRAVEL (C) PROF. FEES (D) CAP. OUTLAY (E) DATA PROC. 	55,000 1,700,000 30,000 <u>0</u>
29 30 31 32	 (B) CONF. & TRAVEL (C) PROF. FEES (D) CAP. OUTLAY (E) DATA PROC. 	55,000 1,700,000 30,000 <u>0</u> \$3,000,000
29 30 31 32 33	 (B) CONF. & TRAVEL (C) PROF. FEES (D) CAP. OUTLAY (E) DATA PROC. TOTAL AMOUNT APPROPRIATED 	55,000 1,700,000 30,000 <u>0</u> \$3,000,000 . There is hereby

1 expenses associated with web based applications of the Department of Higher 2 Education for the fiscal year ending June 30, 2014, the following: 3 4 ITEM FISCAL YEAR 5 NO. 2013-2014 6 (01) WEB BASED APPLICATIONS PERSONAL 7 SERVICES AND OPERATING EXPENSES \$1,300,000 8 9 SECTION 14. APPROPRIATION - SCHOLARSHIP ADMINISTRATION. There is 10 hereby appropriated, to the Department of Higher Education, to be payable 11 from the Higher Education Grants Fund Account, for personal services and 12 operating expenses of the Department of Higher Education - Scholarship 13 Administration for the fiscal year ending June 30, 2014, the following: 14 15 ITEM FISCAL YEAR NO. 16 2013-2014 17 REGULAR SALARIES (01)\$328,864 18 (02) EXTRA HELP 30,000 19 (03) PERSONAL SERVICES MATCHING 108,940 20 (04) MAINT. & GEN. OPERATION 21 (A) OPER. EXPENSE 165,000 22 (B) CONF. & TRAVEL 0 23 (C) PROF. FEES 400,000 24 (D) CAP. OUTLAY 35,000 25 (E) DATA PROC. 0 26 TOTAL AMOUNT APPROPRIATED \$1,067,804 27 SECTION 15. APPROPRIATION - COMPLETE COLLEGE AMERICA GRANT PROGRAM. 28 There is hereby appropriated, to the Department of Higher Education, to be 29 payable from the cash fund deposited in the State Treasury as determined by 30 31 the Chief Fiscal Officer of the State, for operating expenses of the 32 Department of Higher Education - Complete College America Grant Program for 33 the fiscal year ending June 30, 2014, the following: 34 35 ITEM FISCAL YEAR 36 NO. 2013-2014

01-23-2013 09:53:54 TWV022

1	(01) MAINT. & GEN. OPERATION	
2	(A) OPER. EXPENSE	\$100,000
3	(B) CONF. & TRAVEL	0
4	(C) PROF. FEES	100,000
5	(D) CAP. OUTLAY	0
6	(E) DATA PROC.	0
7	(02) COMPLETE COLLEGE AMERICA GRANTS	800,000
8	TOTAL AMOUNT APPROPRIATED	\$1,000,000

10 SECTION 16. APPROPRIATION - OUTCOME-CENTERED FUNDING AWARDS. There is 11 hereby appropriated, to the Department of Higher Education, to be payable 12 from the Department of Higher Education Fund Account, for distribution of 13 Outcome-Centered Funding Awards to Institutions of Higher Education by the 14 Department of Higher Education for the fiscal year ending June 30, 2014, the 15 following:

- 17 ITEM FISCAL YEAR 18 NO. 2013-2014 19 *OUTCOME-CENTERED AWARDS - UNIVERSITIES* \$19,697,492 (01) 20 (02) OUTCOME-CENTERED AWARDS - COLLEGES \$7,001,770 21 TOTAL AMOUNT APPROPRIATED \$26,699,262
- 22

16

SECTION 17. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 23 24 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. EMERGENCY 25 GRANTS & EXTRA HELP POOL. An Institution of higher education that suffers an 26 emergency/disaster event resulting in all or a significant portion of campus 27 operations being interrupted, may request disaster assistance through the 28 Arkansas Department of Higher Education. Upon the declaration of an 29 emergency by the Governor, the institution may request, subject to the recommendation of the Director of the Department of Higher Education and 30 31 approval of the Governor, a grant from the Disaster Relief Fund to assist in 32 returning that campus to operation and/or to a sister campus providing 33 services to the students from the affected campus. Certified law enforcement 34 officers employed by an institution of higher education may be granted 35 jurisdiction at the sister institution, upon agreement of both institutions. 36 The Department of Higher Education is authorized a pool of 500 extra help

positions for use in such emergency situations. These positions may be assigned to the campus suffering the disaster event or to a sister campus providing services to the students from the affected campus. The Governor may waive the 1,500 hour limit of ACA 6-63-314 on these assigned extra help pool positions.

6 The provisions of this section shall be in effect only from July 1, 2012
7 <u>2013</u> through June 30, 2013 <u>2014</u>.

8

SECTION 18. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 9 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. 10 11 REALLOCATION OF RESOURCES FOR INSTITUTIONS OF HIGHER EDUCATION. Upon 12 determination by the president or chancellor of an institution of higher 13 education that a reallocation of resources for purposes of reorganization or 14 consolidation of administrative functions within the institution is necessary 15 for efficient and effective operations of the institution, the president or 16 chancellor, with approval of the institution's board of trustees, may have 17 the authority to transfer positions, appropriations and related funds between 18 campuses, divisions, branches, and other budgetary units of the institution, 19 after receiving prior approval of the Legislative Council or Joint Budget 20 Committee. The transfers of positions, programs, or activities shall be used 21 for those purposes for which the appropriations were approved by the General 22 Assembly. The transfers, consolidations, or reorganizations which involve 23 academic programs shall be reviewed by the Department of Higher Education 24 prior to submission to the Legislative Council or Joint Budget Committee. 25 Provided, however, that the institution shall be limited to submitting no 26 more than two (2) individual transaction transfer requests during any fiscal 27 year and shall be further limited to no more than five percent (5%) of the 28 total General Revenue and Special Revenue appropriation, funding, positions 29 specific to each institution, and no Tobacco Settlement funds or appropriations may be reallocated pursuant to this section. 30 31 Determining the maximum number of employees and the maximum amount of 32 appropriation and general revenue funding for institutions of higher 33 education each fiscal year is the prerogative of the General Assembly. This 34 is usually accomplished by delineating such maximums in the appropriation 35 act(s) for institutions of higher education and the general revenue 36 allocations authorized for each fund and fund account by amendment to the

1 Revenue Stabilization law. Further, the General Assembly has determined that 2 institutions of higher education may operate more efficiently if some flexibility is provided to institutions of higher education authorizing broad 3 4 powers under this Section. Therefore, it is both necessary and appropriate 5 that the General Assembly maintain oversight by requiring prior approval of 6 the Legislative Council or Joint Budget Committee as provided by this 7 section. The requirement of approval by the Legislative Council or Joint 8 Budget Committee is not a severable part of this section. If the requirement 9 of approval by the Legislative Council or Joint Budget Committee is ruled 10 unconstitutional by a court of competent jurisdiction, this entire section is 11 void.

12 The provisions of this section shall be in effect only from July 1, $\frac{2012}{2013}$ through June 30, $\frac{2013}{2014}$.

14

15 SECTION 19. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 16 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. LOANS. In 17 order to provide timely payments under financial aid appropriations made in 18 this Act, the Chief Fiscal Officer of the State is authorized to provide 19 loans from the Budget Stabilization Trust Fund to make available all funds 20 attributable to the financial aid programs under the then current official 21 revenue estimates. In the event of an unanticipated state revenue shortfall, 22 any such loans remaining at the end of a fiscal year shall be repaid from 23 revenues distributed in the first two months of the next fiscal year. Funds 24 for appropriations made in this Act for purposes other than financial aid 25 shall not be affected by the application of this provision.

26 The provisions of this section shall be in effect only from July 1, 2012
27 <u>2013</u> through June 30, 2013 <u>2014</u>.

28

SECTION 20. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 29 30 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. WORK FORCE 2000 DEVELOPMENT FUND PROCEDURES. After the amounts to be made 31 32 available to the various technical colleges have been determined as set out 33 in Arkansas Code 26-51-205(d)(2), such documents as may be necessary shall be 34 processed so that funds may be transferred from the Work Force 2000 35 Development Fund to the State Treasury fund or fund account from which the 36 technical college draws its general revenue support. Such funds as may be

11

transferred shall not exceed 93.691% of the total funds available from the

2 Work Force 2000 Development Fund during the fiscal year.

In the event that a technical institute or comprehensive lifelong learning 3 4 center which receives support from the Work Force 2000 Development Fund as 5 determined by law transfers or merges into the Arkansas Technical College and 6 Community College System for which Work Force 2000 Development Fund monies 7 are determined by law, then the actual amount of support from the Work Force 8 2000 Development Fund in the preceding fiscal year for such educational 9 institution shall be made available irrespective of any other provision of 10 law which sets out maximum levels of support from such fund.

11 The provisions of this section shall be in effect only from July 1, 2012
12 <u>2013</u> through June 30, 2013 <u>2014</u>.

13

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SECTION 21. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. BUILDING MAINTENANCE FUND. After the sum of \$13,200,000 has been deposited into the Higher Education Building Maintenance Fund, the next \$10,000,000 or so much as is collected, any additional deposits are is to be transferred to the Research Development Fund there to be used as provided by law.

20 The provisions of this section shall be in effect only from July 1, 2012
21 <u>2013</u> through June 30, 2014.

22

23 SECTION 22. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. REFUND TO 24 25 EXPENDITURES. Proceeds derived from the repayment of loans, grants, or 26 scholarships funded by the Higher Education Grants Fund Account as authorized 27 in Items (02), (03) and (08) of Section 4 of this Act for the JR/SR Minority Teacher Scholars, the Minority Masters Fellows and the State Teacher 28 29 Assistance Resource Program shall be deposited into the State Treasury fund 30 from which it originated.

The provisions of this section shall be in effect only from July 1, 2012
<u>2013</u> through June 30, 2014.

33

34 SECTION 23. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 35 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. NATIONAL 36 GUARD TUITION INCENTIVE PROGRAM. In addition to any other provisions of law,

As Engrossed: S2/14/13 S3/28/13 S4/4/13

any student who receives assistance from the appropriation made for the
 "National Guard Tuition Incentive Program" in this Act shall repay any loans
 and/or assistance if the student receives a discharge that is a less than
 Honorable Discharge. Priority for funding shall be given to students already
 receiving assistance from the National Guard Tuition Incentive Program.
 The provisions of this section shall be in effect only from July 1, <u>2012</u>
 <u>2013</u> through June 30, <u>2014</u>.

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SECTION 24. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 9 10 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. COLLEGE 11 SAVINGS BONDS. The Department of Higher Education shall adopt rules and 12 regulations for the allocation of the funds reappropriated for the 13 development of projects at State Institutions of Higher Education and the 14 payment of project costs and expenses of the issuance of the bonds of the 15 Arkansas College Savings General Obligation Bonds Program to ensure that 16 funds are allocated and expended in a manner consistent with the provisions 17 of the Internal Revenue Code applicable to the Arkansas College Savings 18 General Obligation Bond Program (Program). The funds reappropriated for the 19 development of projects at State Institutions of Higher Education and the 20 payment of project costs and expenses of the issuance of the bonds of the 21 Arkansas College Savings General Obligation Bonds Program shall be allocated 22 and expended pursuant to the provisions of Arkansas Code 6-62-701 et seq. and 23 other laws of this State. The expenditure and allocation of funds shall be 24 exempt from any other provisions of state law which conflicts with any 25 provision of the rules and regulations which rules and regulations are 26 required to ensure the compliance of the Program with the applicable 27 provisions of the Internal Revenue Code.

The provisions of this section shall be in effect only from July 1, $\frac{2012}{29}$ 29 $\frac{2013}{2013}$ through June 30, $\frac{2014}{2014}$.

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SECTION 25. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. COLLEGE
SAVINGS BONDS LIMITATIONS. The total principal amount of bonds to be issued
during any fiscal biennium shall not exceed three-hundred million dollars
(\$300,000,000), nor shall the principal amount of bonds outstanding at any
time have debt service requirements in excess of twenty-four million dollars

SB122

(\$24,000,000) in any one fiscal year from all state revenue sources.
 The provisions of this section shall be in effect only from July 1, <u>2012</u>
 <u>2013</u> through June 30, <u>2013</u> <u>2014</u>.

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SECTION 26. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 5 6 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. HEALTH 7 EDUCATION GRANTS AND LOANS - PRIORITIES. The Arkansas Higher Education 8 Coordinating Board, after consulting with the recognized associations of each 9 of the applicable medical professions and other interested persons, shall 10 determine the priorities for the applicable programs enumerated in the 11 appropriation made for "Health Education Grants and Loans" in this Act. The 12 Arkansas Department of Higher Education, if necessary, shall re-adjust the 13 number of positions for entering students to be funded for each applicable 14 program based upon the priorities determined by the board.

15 The provisions of this section shall be in effect only from July 1, 2012
16 <u>2013</u> through June 30, 2014.

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18 SECTION 27. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 19 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. FINANCIAL 20 AID PROGRAMS REPORTING. The Arkansas Department of Higher Education shall 21 report by May 30 to the House and Senate Interim Committees on Education the 22 budgeted allocation for each financial aid program funded through the Higher 23 Education Grants Fund Account for the upcoming fiscal year and projections 24 for the following year.

25 The provisions of this section shall be in effect only from July 1, $\frac{2012}{26}$ 26 $\frac{2013}{2013}$ through June 30, $\frac{2013}{2014}$.

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SECTION 28. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. AUDIT/REVIEW OF STATE SCHOLARSHIP FUNDS. Any post-secondary institution that receives state scholarship funds administered by the Arkansas Department of Higher Education shall be subject to audit/review of such funds by the Division of Legislative Audit, upon approval of the Legislative Joint Audit Committee.

The provisions of this section shall be in effect only from July 1, 2012
<u>2013</u> through June 30, 2014.

2 SECTION 29. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 3 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. AUDIT 4 DATA. All post-secondary institutions shall provide to the Arkansas 5 Department of Higher Education a copy of the Integrated Post-Secondary 6 Education Data System (IPEDS) data within three weeks following the IPEDS due 7 date, which shall be subject to audit by the Arkansas Department of Higher 8 Education.

9 The provisions of this section shall be in effect only from July 1, 2012
10 2013 through June 30, 2013 2014.

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12 SECTION 30. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. FUNDING 13 14 FOR SALARY INCREASES. New funding through the Revenue Stabilization Act 15 determined by the Arkansas Department of Higher Education to have been for 16 salary increases for the fiscal year for Institutions of Higher Education 17 shall be used exclusively for salary increases. New funding actually received 18 for salary increases shall be spent exclusively for salary increases based 19 upon the state general revenue portion of total unrestricted educational and 20 general revenue. Funding received under this provision shall be used for no purpose other than to provide such salary increases. Any designated funds not 21 22 used for salary increases shall be recouped at the end of each fiscal year 23 and transferred to the General Revenue Allotment Reserve Fund. 24 The provisions of this section shall be in effect only from July 1, $\frac{2012}{1}$

25 <u>2013</u> through June 30, <u>2013</u> <u>2014</u>.

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27 SECTION 31. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 28 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. DHE 29 PROGRAM COORDINATOR FUNDING. The Chief Fiscal Officer of the State shall transfer sufficient funding for the fiscal year from the Higher Education 30 31 Grants Fund Account to the Department of Higher Education Fund Account in 32 order to finance the personal services costs of a DHE Program Coordinator. 33 The provisions of this section shall be in effect only from July 1, -201234 2013 through June 30, 2013 2014.

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SECTION 32. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS

As Engrossed: S2/14/13 S3/28/13 S4/4/13

1 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. TRANSFER 2 PROVISION. Upon certification by the Director of the Department of Higher Education that transfers are needed to make maximum utilization of funds and 3 4 appropriations provided for financial aid programs, and with the approval of 5 the Chief Fiscal Officer of the State and a review by the Arkansas 6 Legislative Council, funds and appropriations may be transferred between 7 financial aid programs to more adequately align the appropriation with the 8 number of eligible students. , except that funds and appropriations may not 9 be transferred for such purposes from either the Governor's Scholars Program 10 or the Academic Challenge Scholarships Program in excess of \$1,000,000 in the 11 aggregate in a fiscal year. Any transfer restrictions contained in 12 appropriation acts for the Department of Higher Education relating to 13 appropriation transfers from Governor's Scholars Program and Academic 14 Challenge Scholarships shall not be applicable to transfers between 15 Governor's Scholars and Academic Challenge Scholarship appropriations. 16 The provisions of this section shall be in effect only from July 1, $\frac{2012}{1}$ 17 2013 through June 30, 2013 2014. 18 SECTION 33. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 19

20 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. TRANSFER 21 OF HIGHER EDUCATION GRANTS FUND APPROPRIATIONS - HEALTH EDUCATION GRANTS AND 22 LOANS. Upon certification to and with the approval of the Chief Fiscal 23 Officer of the State, surplus funds and appropriations may be transferred 24 between the appropriations provided for "Health Education Grants and Loans" 25 by this Act by the General Assembly for Dental Aid Grants and Loans, 26 Optometry Aid, Veterinary Aid, Podiatry Aid, Chiropractic Aid and Osteopathy 27 Aid.

28 The provisions of this section shall be in effect only from July 1, 2012
29 <u>2013</u> through June 30, 2014.

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SECTION 34. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. CONTINGENCY APPROPRIATIONS - TRANSFERS AND REPORTS. (a) Upon approval by the Department of Higher Education and the Chief Fiscal Officer of the State, institutions of higher education may transfer appropriation from the cash contingency appropriation to any other appropriation made to the institution

1 from cash funds including the establishment of commitment items, and may 2 transfer appropriation from the contingency appropriation made payable from 3 each institution's State Treasury Fund to the state operations appropriation 4 made payable from each institution's State Treasury Fund including the 5 establishment of commitment items, and may transfer appropriation from the 6 contingency appropriation made payable from the Tobacco Settlement Program 7 Fund Accounts to any other appropriation made to the institution from Tobacco 8 Settlement Program Fund Accounts including the establishment of commitment 9 items.

10 (b) Contingency appropriation transfers shall only establish and
11 supplement commitment items that were recommended by the Higher Education
12 Coordinating Board in the budget manuals presented to the Legislative Council
13 and Joint Budget Committee.

14 (c) The Department of Higher Education shall report contingency 15 appropriation transfers and the establishment of any commitment items 16 authorized by this Section to the Legislative Council or Joint Budget 17 Committee for review during its July meeting. The report shall include, by 18 institution, the establishment of, and the amounts transferred to, each commitment item, the reasons therefor and the source of funds. Institutions 19 20 shall submit contingency appropriation transfer and commitment item 21 establishment requests authorized by this Section to the Department of Higher 22 Education no later than July 1. Upon the failure of an institution to submit 23 the required information by the July 1 deadline, the Department of Higher 24 Education shall immediately notify by written notification the chairpersons 25 of the Legislative Council or Joint Budget Committee.

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27 SECTION 35. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 28 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. STUDENT UNDERGRADUATE RESEARCH FELLOWSHIP (SURF) PROGRAM. The focus of the Student 29 30 Undergraduate Research Fellowship (SURF) Program is the continued development 31 of undergraduate academic research efforts at Arkansas colleges and 32 universities. The Arkansas Department of Higher Education shall adopt rules 33 and regulations necessary for the proper administration of the Student 34 Undergraduate Research Fellowship Program. Administrative functions and 35 responsibilities may include, but not necessarily be limited to, the 36 development of eligibility criteria, collection of applications, coordination

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of student evaluations, distribution of public notices, and funding of grants
for academic research purposes. Staff of the Arkansas Department of Higher
Education shall administer this program. The Arkansas Department of Higher
Education shall be authorized to expense costs associated with the
administration of the program, from funds made payable from the Higher
Education Grants Fund Account for the Student Undergraduate Research
Fellowship Program as authorized in Section 4 of this Act.

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9 SECTION 36. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 10 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. 11 COOPERATION AGREEMENTS. Any two-year institution of Higher Education that has 12 its main campus, or a satellite campus, or center located within a twenty 13 five mile radius of any four-year other main campus of an institution of 14 higher education shall enter into a written agreement with that four-year 15 institution which must address duplication of services between the 16 institutions.

17 The provisions of this section shall be in effect only from July 1, 2012
18 <u>2013</u> through June 30, 2013 <u>2014.</u>

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20 SECTION *37*. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 21 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. COST 22 ALLOCATION. The Department of Higher Education may refund to the Higher 23 Education Fund Account or the Higher Education Grants Fund Account such 24 amounts determined by the Department to be reimbursements received from the 25 Arkansas Lottery Commission for costs related to the administration of the 26 Arkansas Academic Challenge Scholarship Program.

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SECTION 38. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 28 29 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. 30 APPROPRIATION TRANSFER PROCEDURES - AR GEOGRAPHICAL CRITICAL NEEDS MINORITY TEACHER SCHOLARSHIP PROGRAM. The Director of the Arkansas Department of 31 32 Higher Education shall determine the amount available, up to \$200,000 per 33 fiscal year, to fund the Arkansas Geographical Critical Needs Minority 34 Teacher Scholarships and shall certify to the Chief Fiscal Officer of the 35 State and the State Treasurer such amount as is required to be transferred 36 from the Higher Education Grants Fund Account. Upon receiving such

certification, the Chief Fiscal Officer of the State and the State Treasurer shall cause to be transferred the necessary funds and appropriation to the fund account of the University of Arkansas at Pine Bluff for implementation of this program. The University of Arkansas at Pine Bluff may use up to twenty percent (20%) of the funds and appropriation for administration of the program.

7 The provisions of this section shall be in effect only from July 1, 2012
8 2013 through June 30, 2013 2014.

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10 SECTION 39. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 11 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. HIGHER 12 EDUCATION CENTRAL POOL POSITIONS. a) Universities - (1) The Department of Higher Education shall establish and maintain a central pool of three hundred 13 14 (300) positions to be used to establish additional positions when an 15 institution does not have sufficient positions available to meet 16 unanticipated enrollment growth, industry training demands, and its mandated 17 responsibilities.

18 (2) Central pool positions are to be used by the institutions if the 19 personnel service needs exceed the number of positions authorized by the 20 General Assembly and that were not anticipated at the time of the passage of 21 the institution's operating appropriation act.

(3) No position established under this section may exceed the salary rate of the highest maximum annual salary rate or the highest grade level position authorized by the General Assembly in the requesting institution's operating appropriation act.

(4) The institution shall provide justification to the Department of Higher
Education for the need to allocate positions from the central pool.
(5) Titles shall not be assigned to the institution from the central pool
until specific positions are requested by the institution, recommended by the
Department of Higher Education and approved by the Arkansas Legislative
Council or the Joint Budget Committee.

(6) If an institution requests any central pool position to be continued
during the subsequent fiscal year, the position must be requested as a new
position in the institution's subsequent fiscal year budget request.
(b) Colleges - (1) The Department of Higher Education shall establish and
maintain a central pool of two hundred fifty (250) positions to be used to

l establish additional positions when an institution does not have sufficient

2 positions available to meet unanticipated enrollment growth, industry

3 training demands, and its mandated responsibilities.

4 (2) Central pool positions are to be used by the institutions if the
5 personnel service needs exceed the number of positions authorized by the
6 General Assembly and that were not anticipated at the time of the passage of
7 the institution's operating appropriation act.

8 (3) No position established under this section may exceed the salary rate of 9 the highest maximum annual salary rate or the highest grade level position 10 authorized by the General Assembly in the requesting institution's operating 11 appropriation act.

12 (4) The institution shall provide justification to the Department of Higher13 Education for the need to allocate positions from the central pool.

14 (5) Titles shall not be assigned to the institution from the central pool
15 until specific positions are requested by the institution, recommended by the
16 Department of Higher Education and approved by the Arkansas Legislative
17 Council or the Joint Budget Committee.

18 (6) If an institution requests any central pool position to be continued
19 during the subsequent fiscal year, the position must be requested as a new
20 position in the institution's subsequent fiscal year budget request.

21 (c) Determining the maximum number of employees and the maximum amount of 22 appropriation and general revenue funding for institutions of higher 23 education each fiscal year is the prerogative of the General Assembly. This 24 is usually accomplished by delineating such maximums in the appropriation 25 act(s) for institutions of higher education and the general revenue 26 allocations authorized for each fund and fund account by amendment to the 27 Revenue Stabilization law. Further, the General Assembly has determined that 28 institutions of higher education may operate more efficiently if some 29 flexibility is provided to institutions of higher education authorizing broad 30 powers under this Section. Therefore, it is both necessary and appropriate 31 that the General Assembly maintain oversight by requiring prior approval of 32 the Legislative Council or Joint Budget Committee as provided by this 33 section. The requirement of approval by the Legislative Council or Joint 34 Budget Committee is not a severable part of this section. If the requirement 35 of approval by the Legislative Council or Joint Budget Committee is ruled 36 unconstitutional by a court of competent jurisdiction, this entire section is

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1	void.
2	The provisions of this section shall be in effect only from July 1, -2012
3	<u>2013</u> through June 30, <u>2013</u> <u>2014</u> .
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5	SECTION 40. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
6	CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. SREB
7	MINORITY DOCTORAL SCHOLARS PROGRAM REGULATIONS. The Department of Higher
8	Education is authorized to promulgate rules and regulations for the
9	administration of the Southern Regional Education Board (SREB) Minority
10	Doctoral Scholars program.
11	
12	SECTION 41. SPECIAL LANGUAGE. Arkansas Code Title 6, Chapter 62,
13	Section 803, concerning limits on funding of athletic programs, is amended to
14	read as follows:
15	6-62-803. Limits on funding.
16	(a) Beginning in fiscal year 1991-1992, the amount of unrestricted
17	educational and general funds for intercollegiate athletic programs at state-
18	supported institutions of higher education shall be limited to four hundred
19	fifty thousand dollars (\$450,000) at four-year institutions and to fifty-one
20	dollars (\$51.00) per full-time-equivalent student per year at two-year
21	branches of four-year institutions and at other two-year institutions of
22	higher education.
23	(b)(1) Beginning in fiscal year 1997-1998, state-supported four-year
24	institutions of higher education may use an additional three hundred thousand
25	dollars (\$300,000) per fiscal year of unrestricted educational and general
26	funds to provide gender equity in intercollegiate athletic programs.
27	- (2) Two-year branches of the four-year institutions and other two-year
28	institutions of higher education may use an additional amount of unrestricted
29	educational and general funds for providing gender equity in intercollegiate
30	athletic programs in the amount of thirty-four dollars (\$34.00) per full-
31	time-equivalent student per year.
32	(c)(1) Beginning in fiscal year 2005-2006, the limits on the amount of
33	unrestricted educational and general funds for intercollegiate athletic
34	programs at state-supported institutions of higher education set forth in
35	subsections (a) and (b) of this section shall be adjusted as determined by
36	the Department of Higher Education based on the consumer price index.

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As Engrossed: S2/14/13 S3/28/13 S4/4/13

1	- (2)(A) For fiscal year 2005-2006, the adjustments shall take into
2	account the inflation increases since the figures set forth in subsections
3	(a) and (b) of this section were established or last adjusted.
4	- (B) In subsequent years, the adjustment shall be for the period
5	from the last adjustment to the beginning of the relevant fiscal year.
6	(a) For the certification required under §6-62-805, the amount allowed to be
7	budgeted of unrestricted educational and general funds for intercollegiate
8	athletic programs at state-supported institutions of higher education shall
9	be limited to an amount established by the Department of Higher Education for
10	the fiscal year 2012-2013 or an amount of not more than two and one half
11	percent (2.5%) of the actual total unrestricted educational and general
12	revenues of the previous fiscal year at institutions of higher education.
13	(b) The Department of Higher Education shall annually adjust the allowable
14	transfer based upon the consumer price index.
15	
16	SECTION 42. SPECIAL LANGUAGE. Arkansas Code Title 6, Chapter 62,
17	Subchapter 3 is amended to read as follows:
18	
19	6-62-314. Construction Project Exemption.
20	The following state-supported institutions of higher education shall be
21	exempt as allowed by \$19-4-1415(b)(5) for construction projects exceeding
22	five million dollars (\$5,000,000) if they have adopted policies and
23	procedures in compliance with state law involving the awarding and oversight
24	of the contracts for design and construction services:
25	
26	(1) Henderson State University;
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28	(2) Southern Arkansas University — Magnolia;
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30	(3) University of Central Arkansas;
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32	(4) Mid-South Community College;
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34	(5) National Park Community College; and
35	
36	(6) Northwest Arkansas Community College r ; and

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2	(7) Rich Mountain Community College.
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4	SECTION 43. SPECIAL LANGUAGE. Arkansas Code Title 6, Chapter 61,
5	regarding the Arkansas Higher Education Coordinating Board, is amended by
6 7	adding a new section:
8	6-61-233. Funding formula implementation — Department of Higher Education.
9	The implementation of the funding component of the outcome-centered formula
10	defined in §6-61-224, §6-61-228, and §6-61-229 shall not progress beyond the
11	2014-2015 school year until such time as the Arkansas Department of Higher
12	Education determines that all institutions are funded at the minimum standard
13	of equity defined as seventy-five percent (75%) of needed state funding, as
14	determined by the needs-based component of the funding formula models. In any
15	fiscal year that the aggregate general revenue funding forecasted to be
16	available for higher education institutions is less than the amount in the
17	2012-13 fiscal year, the Arkansas Department of Higher Education will not
18	further implement the funding component until such time as the aggregate
19	general revenue for higher institutions is restored to the 2012-13 fiscal
20	year level. The Arkansas Department of Higher Education shall continue to
21	execute and publish the results of the outcome-centered component to measure
22	the progress of institutions in reaching the broad goals of satisfactory
23	progression and graduation of all students enrolled in state-supported
24	institutions of higher education.
25	
26	SECTION 44. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
27	CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. <u>OUTCOME-</u>
28	CENTERED FUNDING AWARDS. Upon certification of the Director of the
29	Department of Higher Education, the Chief Fiscal Officer of the State shall
30	transfer to the Department of Higher Education Fund Account certified amounts
31	based upon the outcome-centered funding policy of the Arkansas Higher
32	Education Coordinating Board from the State Treasury funds of the
33	Institutions of Higher Education. The Department of Higher Education will
34	distribute funds from the Outcome-Centered Funding Awards Appropriation based
35	upon the outcome-centered funding policy of the Arkansas Higher Education
36	<u>Coordinating Board.</u>

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2 2013 through June 30, 2014. 3 SECTION 45. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 4 5 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. 6 ADMINISTRATIVE FEES. The Department of Higher Education is authorized to 7 recover non-refundable administrative fees related to the institutional 8 certification and exemption process for out-of-state, non-public, and forprofit colleges and universities. These fees include a notification fee, an 9 10 application processing fee, and travel expenses for the certification review 11 teams. 12 The provisions of this section shall be in effect only from July 1, 2013 through June 30, 2014. 13 14 15 SECTION 46. COMPLIANCE WITH OTHER LAWS. Disbursement of funds 16 authorized by this act shall be limited to the appropriation for such agency and funds made available by law for the support of such appropriations; and 17 18 the restrictions of the State Procurement Law, the General Accounting and 19 Budgetary Procedures Law, the Revenue Stabilization Law, the Regular Salary Procedures and Restrictions Act, or their successors, and other fiscal 20 21 control laws of this State, where applicable, and regulations promulgated by 22 the Department of Finance and Administration, as authorized by law, shall be 23 strictly complied with in disbursement of said funds. 24 25 SECTION 47. LEGISLATIVE INTENT. It is the intent of the General 26 Assembly that any funds disbursed under the authority of the appropriations 27 contained in this act shall be in compliance with the stated reasons for 28 which this act was adopted, as evidenced by the Agency Requests, Executive 29 Recommendations and Legislative Recommendations contained in the budget 30 manuals prepared by the Department of Finance and Administration, letters, or 31 summarized oral testimony in the official minutes of the Arkansas Legislative 32 Council or Joint Budget Committee which relate to its passage and adoption. 33 34 SECTION 48. EMERGENCY CLAUSE. It is found and determined by the General Assembly, that the Constitution of the State of Arkansas prohibits 35 36 the appropriation of funds for more than a one (1) year period; that the

The provisions of this section shall be in effect only from July 1,

SB122

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As Engrossed: S2/14/13 S3/28/13 S4/4/13

1	effectiveness of this Act on July 1, 2013 is essential to the operation of
2	the agency for which the appropriations in this Act are provided, and that in
3	the event of an extension of the legislative session, the delay in the
4	effective date of this Act beyond July 1, 2013 could work irreparable harm
5	upon the proper administration and provision of essential governmental
6	programs. Therefore, an emergency is hereby declared to exist and this Act
7	being necessary for the immediate preservation of the public peace, health
8	and safety shall be in full force and effect from and after July 1, 2013.
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10	/s/Joint Budget Committee
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