1 State of Arkansas As Engrossed: S2/14/13 S3/28/13 S4/4/13 S4/5/13 S4/8/13 A Bill 2 89th General Assembly SENATE BILL 122 Regular Session, 2013 3 4 5 By: Joint Budget Committee 6 For An Act To Be Entitled 7 AN ACT TO MAKE AN APPROPRIATION FOR PERSONAL SERVICES 8 9 AND OPERATING EXPENSES FOR THE DEPARTMENT OF HIGHER 10 EDUCATION FOR THE FISCAL YEAR ENDING JUNE 30, 2014; 11 AND FOR OTHER PURPOSES. 12 13 Subtitle 14 15 AN ACT FOR THE DEPARTMENT OF HIGHER 16 EDUCATION APPROPRIATION FOR THE 2013-2014 17 FISCAL YEAR. 18 19 20 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS: 21 22 SECTION 1. REGULAR SALARIES - GENERAL OPERATIONS. There is hereby 23 established for the Department of Higher Education for the 2013-2014 fiscal 24 year, the following maximum number of regular employees. 25 26 Maximum Annual 27 Maximum Salary Rate 28 Item Class No. of Fiscal Year 29 No. Code Title Employees 2013-2014 30 (1) U024U DHE DIRECTOR 1 \$201,310 31 (2) U089U DHE DEPUTY DIRECTOR 1 \$144,846 32 NOO2N DHE SENIOR ASSOC DIRECTOR 2 (3) GRADE N913 33 (4) NO41N DHE ASSOC DIR FOR ACADEMIC AFFAIRS 1 GRADE N909 34 NO55N DHE ASSOCIATE DIRECTOR 2 (5) GRADE N908 35 (6) NO54N DHE CAREER PATHWAYS DIRECTOR 1 GRADE N908 36 (7) GO19C 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	<u>1</u>	GRADE C109
14		MAX. N	O. OF EMPLOYEES	53	

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

SECTION 3. APPROPRIATION - GENERAL OPERATIONS. There is hereby appropriated, to the Department of Higher Education, to be payable from the Department of Higher Education Fund Account, for personal services and operating expenses of the Department of Higher Education for the fiscal year 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	<u>\$4,084,531</u>
7			
8		SECTION 4. APPROPRIATION - STUDENT ASSISTANCE GRANTS	AND VARIOUS
9	SCHOI	ARSHIPS. There is hereby appropriated, to the Departm	ent of Higher
10	Educa	tion, to be payable from the Higher Education Grants F	und Account, for
11	provi	ding student assistance grants and various scholarship	s as provided by
12	law,	of the Department of Higher Education for the fiscal y	ear ending June
13	30, 2	2014, the following:	
14			
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	13,200,000
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	(80)	STATE TEACHER EDUCATION PRGM.	4,000,000
27	(09)	TEACHER OPPORTUNITY PROGRAM	1,500,000
28	(10)	WORKFORCE IMPROVEMENT GRANTS	3,500,000
29	(11)	AR GEOGRAPHICAL CRITICAL NEEDS	
30		MINORITY TEACHER SCHOLARSHIPS	150,000
31	(12)	DEPENDENTS OF LAW ENFORCEMENT	
32		OFFICERS, ETC. SCHOLARSHIPS	400,000
33	(13)	DEPENDENTS OF POWS, MIAS,	
34		KIAS-TUITION WAIVER	
35		SCHOLARSHIPS	450,000
36		TOTAL AMOUNT APPROPRIATED	<i>\$58,225,000</i>

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 -

ITE	M	FISCAL YEAR
NO		2013-2014
(01		
	(A) OPER. EXPENSE	\$26,856
	(B) CONF. & TRAVEL	13,000
	(C) PROF. FEES	8,000
	(D) CAP. OUTLAY	0
	(E) DATA PROC.	0
(02) IMPROVING TEACHER QUALITY GRANTS/AID	1,517,402
	TOTAL AMOUNT APPROPRIATED	<u>\$1,565,258</u>
	SECTION 8. APPROPRIATION - RESEARCH DEVELOPMENT	PROGRAM. There is
her	eby appropriated, to the Department of Higher Educ	ation, to be payable
fro	m the Higher Education Research Development Fund,	for providing Arkansa
Res	earch Development Program Grants to Institutions o	f Higher Education by
		i nigher Education by
the	Department of Higher Education for the fiscal yea	
	•	
	Department of Higher Education for the fiscal year	
the	Department of Higher Education for the fiscal year following:	r ending June 30, 201
the	Department of Higher Education for the fiscal yea following:	r ending June 30, 201
the	Department of Higher Education for the fiscal year following: M	
the	Department of Higher Education for the fiscal year following: M	r ending June 30, 201
the	Department of Higher Education for the fiscal year following: M RESEARCH AND DEVELOPMENT PROGRAM	r ending June 30, 201 FISCAL YEAR 2013-2014
the ITE	Department of Higher Education for the fiscal year following: M RESEARCH AND DEVELOPMENT PROGRAM	FISCAL YEAR 2013-2014
ITE NO (01	Department of Higher Education for the fiscal year following: M RESEARCH AND DEVELOPMENT PROGRAM GRANTS	FISCAL YEAR 2013-2014 \$5,000,000
the ITE NO (01	Department of Higher Education for the fiscal year following: M RESEARCH AND DEVELOPMENT PROGRAM GRANTS SECTION 9. APPROPRIATION - HEALTH EDUCATION GRANTS	FISCAL YEAR 2013-2014 \$5,000,000 NTS AND LOANS. There ation, to be payable
the ITE NO (01	Department of Higher Education for the fiscal year following: M . PRESEARCH AND DEVELOPMENT PROGRAM GRANTS SECTION 9. APPROPRIATION - HEALTH EDUCATION GRATE Graph of Higher Education for the Higher Education for t	FISCAL YEAR 2013-2014 \$5,000,000 NTS AND LOANS. There ation, to be payable yments of the contract
THE NO (01) her fro and	Department of Higher Education for the fiscal year following: M . PRESEARCH AND DEVELOPMENT PROGRAM GRANTS SECTION 9. APPROPRIATION - HEALTH EDUCATION GRA eby appropriated, to the Department of Higher Education the Higher Education Grants Fund Account, for pa	FISCAL YEAR 2013-2014 \$5,000,000 NTS AND LOANS. There ation, to be payable yments of the contracts s of higher learning
ITE NO (01) her fro and the	Department of Higher Education for the fiscal year following: M RESEARCH AND DEVELOPMENT PROGRAM GRANTS SECTION 9. APPROPRIATION - HEALTH EDUCATION GRA eby appropriated, to the Department of Higher Education the Higher Education Grants Fund Account, for paloans with participating out-of-state institution	FISCAL YEAR 2013-2014 \$5,000,000 NTS AND LOANS. There ation, to be payable yments of the contract s of higher learning inary medicine,
the ITE NO (01)	Department of Higher Education for the fiscal year following: M . PRESEARCH AND DEVELOPMENT PROGRAM GRANTS SECTION 9. APPROPRIATION - HEALTH EDUCATION GRATE eby appropriated, to the Department of Higher Education the Higher Education Grants Fund Account, for participating out-of-state institution fields of dentistry, optometry, osteopathy, veter	FISCAL YEAR 2013-2014 \$5,000,000 NTS AND LOANS. There ation, to be payable yments of the contract s of higher learning inary medicine, sas citizens, by the
ITE NO (01 her fro and the chi Dep	Department of Higher Education for the fiscal year following: M . PRESEARCH AND DEVELOPMENT PROGRAM GRANTS SECTION 9. APPROPRIATION - HEALTH EDUCATION GRATE eby appropriated, to the Department of Higher Education the Higher Education Grants Fund Account, for participating out-of-state institution fields of dentistry, optometry, osteopathy, veter ropractic, and podiatry for the education of Arkan	FISCAL YEAR 2013-2014 \$5,000,000 NTS AND LOANS. There ation, to be payable yments of the contract s of higher learning inary medicine, sas citizens, by the
ITE NO (01 her fro and the chi	Department of Higher Education for the fiscal year following: M . PRESEARCH AND DEVELOPMENT PROGRAM GRANTS SECTION 9. APPROPRIATION - HEALTH EDUCATION GRAS eby appropriated, to the Department of Higher Education Grants Fund Account, for participating out-of-state institution fields of dentistry, optometry, osteopathy, veter ropractic, and podiatry for the education of Arkan artment of Higher Education for the fiscal year en	FISCAL YEAR 2013-2014 \$5,000,000 NTS AND LOANS. There ation, to be payable yments of the contract s of higher learning inary medicine, sas citizens, by the

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	(80)	OPTOMETRY AID - LOANS	140,000
10	(09)	VETERINARY MED. LOAN FORGIVENESS	
11		PROGRAM	120,000
12		TOTAL AMOUNT APPROPRIATED	<u>\$5,511,670</u>
1.0			

SECTION 10. APPROPRIATION - CASH. There is hereby appropriated, to the Department of Higher Education, to be payable from the cash fund deposited in the State Treasury as determined by the Chief Fiscal Officer of the State, for operating expenses of the Department of Higher Education for the fiscal year ending June 30, 2014, the following:

ITEM

21	NO.	2013-2014
22	(01) MAINT. & GEN. OPERATION	
23	(A) OPER. EXPENSE	\$878,070
24	(B) CONF. & TRAVEL	60,620
25	(C) PROF. FEES	551,310
26	(D) CAP. OUTLAY	100,000
27	(E) DATA PROC.	0
28	(02) SCHOLARSHIPS	100,000
29	(03) REFUNDS/REIMBURSEMENTS	5,000
30	TOTAL AMOUNT APPROPRIATED	\$1,695,000

SECTION 11. APPROPRIATION - TANF PROGRAM - FEDERAL. There is hereby appropriated, to the Department of Higher Education, to be payable from the federal funds as designated by the Chief Fiscal Officer of the State, for personal services and operating expenses of the Department of Higher Education - TANF Program - Federal for the fiscal year ending June 30, 2014,

FISCAL YEAR

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	<u>\$10,983,873</u>	
16			
17	SECTION 12. APPROPRIATION - COLLEGE ACCESS CHALLENG	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 Higher 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	(B) CONF. & TRAVEL	55,000	
29	(C) PROF. FEES	1,700,000	
30	(D) CAP. OUTLAY	30,000	
31	(E) DATA PROC.	0	
32	TOTAL AMOUNT APPROPRIATED	\$3,000,000	
33			
34	SECTION 13. APPROPRIATION - WEB BASED APPLICATIONS.	. There is hereby	
35	appropriated, to the Department of Higher Education, to h	oe payable from the	
36	Higher Education Grants Fund Account, for personal service	ces and operating	

1	expenses associated with web based applications of the Depart	ment of Higher
2	Education for the fiscal year ending June 30, 2014, the following	wing:
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, t	o be payable
11	from the Higher Education Grants Fund Account, for personal s	ervices and
12	operating expenses of the Department of Higher Education - Sc	holarship
13	Administration for the fiscal year ending June 30, 2014, the	following:
14		
15	ITEM	FISCAL YEAR
16	_NO.	2013-2014
17	(01) REGULAR SALARIES	\$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		
28	SECTION 15. APPROPRIATION - COMPLETE COLLEGE AMERICA GR	ANT PROGRAM.
29	There is hereby appropriated, to the Department of Higher Edu	cation, to be
30	payable from the cash fund deposited in the State Treasury as	determined by
31	the Chief Fiscal Officer of the State, for operating expenses	of the
32	Department of Higher Education - Complete College America Gra	nt Program for
33	the fiscal year ending June 30, 2014, the following:	
34		
35	ITEM	FISCAL YEAR
36	_NO.	2013-2014

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
6	(E) DATA PROC.
7	(02) COMPLETE COLLEGE AMERICA GRANTS800,000
8	TOTAL AMOUNT APPROPRIATED \$1,000,000
9	
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:
16	
17	ITEM FISCAL YEAR
18	NO. 2013-2014
19 20	(01) OUTCOME-CENTERED AWARDS — UNIVERSITIES \$19,697,492 (02) OUTCOME-CENTERED AWARDS — COLLEGES \$7,001,770
21	TOTAL AMOUNT APPROPRIATED \$26,699,262
22	
23	SECTION 17. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
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
30	recommendation of the Director of the Department of Higher Education and
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

1 positions for use in such emergency situations. These positions may be 2 assigned to the campus suffering the disaster event or to a sister campus 3 providing services to the students from the affected campus. The Governor 4 may waive the 1,500 hour limit of ACA 6-63-314 on these assigned extra help 5 pool positions. 6 The provisions of this section shall be in effect only from July 1, -20127 2013 through June 30, 2013 2014. 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. 34 is usually accomplished by delineating such maximums in the appropriation

act(s) for institutions of higher education and the general revenue

35

- 1 Revenue Stabilization law. Further, the General Assembly has determined that
- 2 institutions of higher education may operate more efficiently if some
- 3 flexibility is provided to institutions of higher education authorizing broad
- 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.
- The provisions of this section shall be in effect only from July 1, 2012
- 13 2013 through June 30, 2013 2014.

- 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.
- The provisions of this section shall be in effect only from July 1, $\frac{2012}{1}$
- 27 <u>2013</u> through June 30, <u>2013</u> 2014.

- 29 SECTION 20. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
- 30 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. WORK
- 31 FORCE 2000 DEVELOPMENT FUND PROCEDURES. After the amounts to be made
- 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

- 1 transferred shall not exceed 93.691% of the total funds available from the
- 2 Work Force 2000 Development Fund during the fiscal year.
- 3 In the event that a technical institute or comprehensive lifelong learning
- 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, $\frac{2012}{1}$
- 12 <u>2013</u> through June 30, <u>2013</u> <u>2014</u>.

- 14 SECTION 21. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
- 15 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. BUILDING
- 16 MAINTENANCE FUND. After the sum of \$13,200,000 has been deposited into the
- 17 Higher Education Building Maintenance Fund, the next \$10,000,000 or so much
- 18 as is collected, any additional deposits are is to be transferred to the
- 19 Research Development Fund there to be used as provided by law.
- The provisions of this section shall be in effect only from July 1, $\frac{2012}{1}$
- 21 2013 through June 30, 2013 2014.

22

- 23 SECTION 22. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
- 24 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. REFUND TO
- 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
- 28 Teacher Scholars, the Minority Masters Fellows and the State Teacher
- 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
- 32 2013 through June 30, 2013 2014.

- 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,

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

30

3132

33

34

35

36

- 1 any student who receives assistance from the appropriation made for the 2 "National Guard Tuition Incentive Program" in this Act shall repay any loans 3 and/or assistance if the student receives a discharge that is a less than 4 Honorable Discharge. Priority for funding shall be given to students already 5 receiving assistance from the National Guard Tuition Incentive Program. 6 The provisions of this section shall be in effect only from July 1, -20127 2013 through June 30, 2013 2014. 8 SECTION 24. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 9
 - CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. COLLEGE SAVINGS BONDS. The Department of Higher Education shall adopt rules and regulations for the allocation of the funds reappropriated for the development of projects at State Institutions of Higher Education and the payment of project costs and expenses of the issuance of the bonds of the Arkansas College Savings General Obligation Bonds Program to ensure that funds are allocated and expended in a manner consistent with the provisions of the Internal Revenue Code applicable to the Arkansas College Savings General Obligation Bond Program (Program). The funds reappropriated for the development of projects at State Institutions of Higher Education and the payment of project costs and expenses of the issuance of the bonds of the Arkansas College Savings General Obligation Bonds Program shall be allocated and expended pursuant to the provisions of Arkansas Code 6-62-701 et seq. and other laws of this State. The expenditure and allocation of funds shall be exempt from any other provisions of state law which conflicts with any provision of the rules and regulations which rules and regulations are required to ensure the compliance of the Program with the applicable provisions of the Internal Revenue Code.

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

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

- 1 (\$24,000,000) in any one fiscal year from all state revenue sources.
- 2 The provisions of this section shall be in effect only from July 1, 2012
- 3 2013 through June 30, 2013 2014.

- 5 SECTION 26. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
- 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.
- The provisions of this section shall be in effect only from July 1, 2012
- 16 2013 through June 30, 2013 2014.

17

- 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, 2012
- 26 <u>2013</u> through June 30, <u>2013</u> <u>2014</u>.

- 28 SECTION 28. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
- 29 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW.
- 30 AUDIT/REVIEW OF STATE SCHOLARSHIP FUNDS. Any post-secondary institution that
- 31 receives state scholarship funds administered by the Arkansas Department of
- 32 Higher Education shall be subject to audit/review of such funds by the
- 33 Division of Legislative Audit, upon approval of the Legislative Joint Audit
- 34 Committee.
- 35 The provisions of this section shall be in effect only from July 1, 2012
- 36 <u>2013</u> through June 30, <u>2013</u> <u>2014</u>.

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, 2014.

11 12

13 14

15

16

17

18

19

20

21

SECTION 30. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. FUNDING FOR SALARY INCREASES. New funding through the Revenue Stabilization Act determined by the Arkansas Department of Higher Education to have been for salary increases for the fiscal year for Institutions of Higher Education shall be used exclusively for salary increases. New funding actually received for salary increases shall be spent exclusively for salary increases based upon the state general revenue portion of total unrestricted educational and general revenue. Funding received under this provision shall be used for no purpose other than to provide such salary increases. Any designated funds not used for salary increases shall be recouped at the end of each fiscal year and transferred to the General Revenue Allotment Reserve Fund.

22 used23 and

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

2627

28

29

30 31

32

24

25

SECTION 31. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. DHE PROGRAM COORDINATOR FUNDING. The Chief Fiscal Officer of the State shall transfer sufficient funding for the fiscal year from the Higher Education Grants Fund Account to the Department of Higher Education Fund Account in order to finance the personal services costs of a DHE Program Coordinator. The provisions of this section shall be in effect only from July 1,—2012

33 34

2013 through June $30, \frac{2013}{2014}$.

35 36

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

- 1 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. TRANSFER
- 2 PROVISION. Upon certification by the Director of the Department of Higher
- 3 Education that transfers are needed to make maximum utilization of funds and
- 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
- $9 \hspace{0.5cm} \textbf{be transferred for such purposes from either the Governor's Scholars Program} \\$
- 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 Covernor's Scholars Program and Academie
- 14 Challenge Scholarships shall not be applicable to transfers between
- 15 Covernor's Scholars and Academic Challenge Scholarship appropriations.
- The provisions of this section shall be in effect only from July 1, 2012 17 2013 through June 30, 2014.

- 19 SECTION 33. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
- 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,
- Optometry Aid, Veterinary Aid, Podiatry Aid, Chiropractic Aid and Osteopathy
- 27 Aid.
- The provisions of this section shall be in effect only from July 1, $\frac{2012}{1}$
- 29 <u>2013</u> through June 30, <u>2013</u> <u>2014</u>.

- 31 SECTION 34. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
- 32 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW.
- 33 CONTINGENCY APPROPRIATIONS TRANSFERS AND REPORTS. (a) Upon approval by
- 34 the Department of Higher Education and the Chief Fiscal Officer of the State,
- 35 institutions of higher education may transfer appropriation from the cash
- 36 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
- 19 commitment item, the reasons therefor and the source of funds. Institutions
- 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.

- 27 SECTION 35. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
- 28 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. STUDENT
- 29 UNDERGRADUATE RESEARCH FELLOWSHIP (SURF) PROGRAM. The focus of the Student
- 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

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

- 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 <u>campus</u>, or a satellite campus, <u>or center</u> 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 2013 through June 30, 2013 2014.

19

- 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.

- 28 SECTION 38. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
- 29 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW.
- 30 APPROPRIATION TRANSFER PROCEDURES AR GEOGRAPHICAL CRITICAL NEEDS MINORITY
- 31 TEACHER SCHOLARSHIP PROGRAM. The Director of the Arkansas Department of
- 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

- l certification, the Chief Fiscal Officer of the State and the State Treasurer
- 2 shall cause to be transferred the necessary funds and appropriation to the
- 3 fund account of the University of Arkansas at Pine Bluff for implementation
- 4 of this program. The University of Arkansas at Pine Bluff may use up to
- 5 twenty percent (20%) of the funds and appropriation for administration of the
- 6 program.
- 7 The provisions of this section shall be in effect only from July 1, -2012
- 8 2013 through June 30, 2013 2014.

- 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
- 13 Higher Education shall establish and maintain a central pool of three hundred
- 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.
- 22 (3) No position established under this section may exceed the salary rate of
- 23 the highest maximum annual salary rate or the highest grade level position
- 24 authorized by the General Assembly in the requesting institution's operating
- 25 appropriation act.
- 26 (4) The institution shall provide justification to the Department of Higher
- 27 Education for the need to allocate positions from the central pool.
- 28 (5) Titles shall not be assigned to the institution from the central pool
- 29 until specific positions are requested by the institution, recommended by the
- 30 Department of Higher Education and approved by the Arkansas Legislative
- 31 Council or the Joint Budget Committee.
- 32 (6) If an institution requests any central pool position to be continued
- 33 during the subsequent fiscal year, the position must be requested as a new
- 34 position in the institution's subsequent fiscal year budget request.
- 35 (b) Colleges (1) The Department of Higher Education shall establish and
- 36 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 Higher
- 13 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

- void.
 The provisions of this section shall be in effect only from July 1,-2012
 through June 30,-2013 2014.
- SECTION 40. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS

 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. SREB

 MINORITY DOCTORAL SCHOLARS PROGRAM REGULATIONS. The Department of Higher

 Education is authorized to promulgate rules and regulations for the

 administration of the Southern Regional Education Board (SREB) Minority

 Doctoral Scholars program.
- SECTION 41. SPECIAL LANGUAGE. Arkansas Code Title 6, Chapter 62,
 Section 803, concerning limits on funding of athletic programs, is amended to
 read as follows:
 6-62-803. Limits on funding.
- educational and general funds for intercollegiate athletic programs at statesupported institutions of higher education shall be limited to four hundred

(a) Beginning in fiscal year 1991-1992, the amount of unrestricted

- 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.

4

11

- 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.

```
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 (2%) percent of
11
     the actual total unrestricted educational and general revenues of the
12
     previous fiscal year at institutions of higher education.
     (b) The Department of Higher Education shall annually adjust the allowable
13
     transfer based upon the consumer price index.
14
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
     of the contracts for design and construction services:
24
25
26
           (1) Henderson State University;
27
28
           (2) Southern Arkansas University - Magnolia;
29
30
           (3) University of Central Arkansas;
31
32
           (4) Mid-South Community College;
33
34
           (5) National Park Community College; and
35
           (6) Northwest Arkansas Community College: and
36
```

1 2 (7) Rich Mountain Community College. 3 4 SECTION 43. SPECIAL LANGUAGE. Arkansas Code Title 6, Chapter 61, 5 regarding the Arkansas Higher Education Coordinating Board, is amended by 6 adding a new section: 7 8 6-61-233. Funding formula implementation — Department of Higher Education. 9 The implementation of the funding component of the outcome-centered formula defined in §6-61-224, §6-61-228, and §6-61-229 shall not progress beyond the 10 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 determined by the needs-based component of the funding formula models. In any 14 fiscal year that the aggregate general revenue funding forecasted to be 15 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 year level. The Arkansas Department of Higher Education shall continue to 20 execute and publish the results of the outcome-centered component to measure 21 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 SECTION 44. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 26 27 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. OUTCOME-CENTERED FUNDING AWARDS. Upon certification of the Director of the 28 29 Department of Higher Education, the Chief Fiscal Officer of the State shall transfer to the Department of Higher Education Fund Account certified amounts 30 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 upon the outcome-centered funding policy of the Arkansas Higher Education 35 36 Coordinating Board.

1 2 3	The provisions of this section shall be in effect only from July 1, 2013 through June 30, 2014.
4	SECTION 45. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
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 for-
9	profit colleges and universities. These fees include a notification fee, an
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,
13	2013 through June 30, 2014.
14	
15	SECTION 46. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
16	CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. OPTOMETRY
17	AID GRANTS AND LOANS EXPENDITURES. The Department of Higher Education shall
18	be required to allocate, budget, and expend no less than four hundred
19	nineteen thousand six hundred dollars (\$419,600) each fiscal year from the
20	Optometry Aid Grants and Loans appropriations and an additional amount, not
21	to exceed seventy five thousand dollars (\$75,000), of the previous fiscal
22	year's Higher Education Grants Fund Account ending balance over eight million
23	seven hundred fifty thousand dollars (\$8,750,000) to maintain the same 2012-
24	2013 fiscal year level of Southern Regional Education Board Optometry
25	contractual slots support. The budgeted amount and expenditures may be
26	reduced to a lesser amount if the Department determines that there is a
27	reduction in the number of needed or eligible applicants for the Optometry
28	contractual slots. The budgeted amount and expenditures may also be reduced
29	proportionally for a reduction in allocated General Revenue due to a
30	reduction in the Official General Revenue Forecast.
31	The provisions of this section shall be in effect only from July 1,
32	2013 through June 30, 2014.
33	
34	SECTION 47. COMPLIANCE WITH OTHER LAWS. Disbursement of funds
35	authorized by this act shall be limited to the appropriation for such agency
36	and funds made available by law for the support of such appropriations; and

1	the restrictions of the State Procurement Law, the General Accounting and
2	Budgetary Procedures Law, the Revenue Stabilization Law, the Regular Salary
3	Procedures and Restrictions Act, or their successors, and other fiscal
4	control laws of this State, where applicable, and regulations promulgated by
5	the Department of Finance and Administration, as authorized by law, shall be
6	strictly complied with in disbursement of said funds.
7	
8	SECTION $48.$ LEGISLATIVE INTENT. It is the intent of the General
9	Assembly that any funds disbursed under the authority of the appropriations
10	contained in this act shall be in compliance with the stated reasons for
11	which this act was adopted, as evidenced by the Agency Requests, Executive
12	Recommendations and Legislative Recommendations contained in the budget
13	manuals prepared by the Department of Finance and Administration, letters, or
14	summarized oral testimony in the official minutes of the Arkansas Legislative
15	Council or Joint Budget Committee which relate to its passage and adoption.
16	
17	SECTION 49. EMERGENCY CLAUSE. It is found and determined by the
18	General Assembly, that the Constitution of the State of Arkansas prohibits
19	the appropriation of funds for more than a one (1) year period; that the
20	effectiveness of this Act on July 1, 2013 is essential to the operation of
21	the agency for which the appropriations in this Act are provided, and that in
22	the event of an extension of the legislative session, the delay in the
23	effective date of this Act beyond July 1, 2013 could work irreparable harm
24	upon the proper administration and provision of essential governmental
25	programs. Therefore, an emergency is hereby declared to exist and this Act
26	being necessary for the immediate preservation of the public peace, health
27	and safety shall be in full force and effect from and after July 1, 2013.
28	
29	/s/Joint Budget Committee
30	
31	
32	
33	
34	
35	