1	State of	Arkansas	As Engrossed: S2/14/13 S3/28/13	<i>S4/4/13 S4/5/1</i>	3 54/8/13 54/17/13
2	89th Ge	eneral Ass	embly A Bill		
3	Regular	Session,	2013		SENATE BILL 122
4					
5	By: Joi	nt Budget	Committee		
6					
7			For An Act To Be I	Entitled	
8		AN ACT TO MAKE AN APPROPRIATION FOR PERSONAL SERVICES			
9		AND OPERATING EXPENSES FOR THE DEPARTMENT OF HIGHER			
10		E	DUCATION FOR THE FISCAL YEAR END	ING JUNE 30, 2	014;
11		A	ND FOR OTHER PURPOSES.		
12					
13					
14			Subtitle		
15			AN ACT FOR THE DEPARTMENT OF	F 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 ARKAN	SAS:
21					
22		SECTION	1 1. REGULAR SALARIES - GENERAL O	PERATIONS. Th	ere is hereby
23	establ	ished f	or the Department of Higher Educ	ation for the	2013-2014 fiscal
24	year,	the fol	lowing 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	(3)	N002N	DHE SENIOR ASSOC DIRECTOR	2	GRADE N913
33	(4)	NO41N	DHE ASSOC DIR FOR ACADEMIC AFFA	IRS 1	GRADE N909
34	(5)	N055N	DHE ASSOCIATE DIRECTOR	2	GRADE N908
35	(6)	N054N	DHE CAREER PATHWAYS DIRECTOR	1	GRADE N908
36	(7)	G019C	GENERAL COUNSEL	1	GRADE C127



.

SB122	
-------	--

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	

01-23-2013 09:53:54 TWV022

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:

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	(08)	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	<u> </u>
36		TOTAL AMOUNT APPROPRIATED	<u>\$58,225,000</u>

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 2013-2014 NO. 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 PROGRAM. There is	
16	hereby appropriated, to the Department of Higher Education, to be payable	
17	from the Higher Education Research Development Fund, for providing Arkansas	;
18	Research Development Program Grants to Institutions of Higher Education by	
19	the Department of Higher Education for the fiscal year ending 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 contract	S
30	and loans with participating out-of-state institutions of higher learning i	n
31	the fields of dentistry, optometry, osteopathy, veterinary medicine,	
32	chiropractic, and podiatry for the education of Arkansas citizens, by the	
33	Department of Higher Education for the fiscal year ending June 30, 2014, th	e
34	following:	
35		
36	ITEM FISCAL YEAR	

	2013-2014
CHIROPRACTIC AID	\$260,000
DENTAL AID - GRANTS	2,133,900
OPTOMETRY AID - GRANTS	410,000
OSTEOPATHY AID	230,000
PODIATRY AID	130,400
VETERINARY AID	1,100,000
DENTAL AID - LOANS	987,370
OPTOMETRY AID - LOANS	140,000
VETERINARY MED. LOAN FORGIVENESS	
PROGRAM	120,000
TOTAL AMOUNT APPROPRIATED	\$5,511,670
SECTION 10. APPROPRIATION - CASH. There is hereby ap	propriated, to the
rtment of Higher Education, to be payable from the cash	fund deposited in

15 Department of Higher Education, to be payable from the cash fund deposited in 16 the State Treasury as determined by the Chief Fiscal Officer of the State, 17 for operating expenses of the Department of Higher Education for the fiscal 18 year ending June 30, 2014, the following:

20	ITEM	FISCAL YEAR
21	<u>NO.</u>	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
2 9	(03) REFUNDS/REIMBURSEMENTS	5,000
30	TOTAL AMOUNT APPROPRIATED	\$1,695,000

31

1

2

3

4

5

6

7

8

9

10

11

12 13 14

19

NO.

(01)

(02)

(03)

(04)

(08)

(09)

(07) DENTAL AID - LOANS

(05) PODIATRY AID

(06) VETERINARY AID

32 SECTION 11. APPROPRIATION - TANF PROGRAM - FEDERAL. There is hereby 33 appropriated, to the Department of Higher Education, to be payable from the 34 federal funds as designated by the Chief Fiscal Officer of the State, for 35 personal services and operating expenses of the Department of Higher 36 Education - TANF Program - Federal for the fiscal year ending June 30, 2014,

2 3	ITEM	FISCAL YEAR
) ¦		
+ 5	NO. (01) REGULAR SALARIES	2013-2014
		\$346,958
	(02) EXTRA HELP (03) PERSONAL SERVICES MATCHING	15,000
		101,915
	(04) MAINT. & GEN. OPERATION (A) OPER. EXPENSE	90,000
		-
	(B) CONF. & TRAVEL	25,000 30,000
	(C) PROF. FEES	
	(D) CAP. OUTLAY	0
	(E) DATA PROC.(05) SELF SUFFICIENCY/JOB TRAINING GRANTS	10 375 000
	TOTAL AMOUNT APPROPRIATED	10,375,000
	IOIAL AMOUNI AFFROPRIAIED	\$10,983,873
	SECTION 12. APPROPRIATION - COLLEGE ACCESS CHALLS hereby appropriated, to the Department of Higher Education from the federal funds as designated by the Chief Fisc.	tion, to be payable
		tion, to be payable al Officer of the her Education - Colle
	hereby appropriated, to the Department of Higher Educat from the federal funds as designated by the Chief Fisc. State, for operating expenses of the Department of High Access Challenge Grant Program - Federal for the fisca 2014, the following:	tion, to be payable al Officer of the her Education - Colle l year ending June 30
	hereby appropriated, to the Department of Higher Education from the federal funds as designated by the Chief Fisch State, for operating expenses of the Department of High Access Challenge Grant Program - Federal for the fisca 2014, the following:	tion, to be payable al Officer of the her Education - Colle l year ending June 30 FISCAL YEAR
	hereby appropriated, to the Department of Higher Education from the federal funds as designated by the Chief Fisch State, for operating expenses of the Department of High Access Challenge Grant Program - Federal for the fisch 2014, the following: ITEM NO.	tion, to be payable al Officer of the her Education - Colle l year ending June 30
	hereby appropriated, to the Department of Higher Education from the federal funds as designated by the Chief Fisch State, for operating expenses of the Department of High Access Challenge Grant Program - Federal for the fiscal 2014, the following: ITEM NO. (01) MAINT. & GEN. OPERATION	tion, to be payable al Officer of the her Education - Colle l year ending June 30 FISCAL YEAR 2013-2014
	hereby appropriated, to the Department of Higher Education from the federal funds as designated by the Chief Fisch State, for operating expenses of the Department of High Access Challenge Grant Program - Federal for the fiscal 2014, the following: ITEM NO. (01) MAINT. & GEN. OPERATION (A) OPER. EXPENSE	tion, to be payable al Officer of the her Education - Colle 1 year ending June 30 FISCAL YEAR 2013-2014 \$1,215,000
	hereby appropriated, to the Department of Higher Education from the federal funds as designated by the Chief Fisch State, for operating expenses of the Department of High Access Challenge Grant Program - Federal for the fisca 2014, the following: ITEM NO. (01) MAINT. & GEN. OPERATION (A) OPER. EXPENSE (B) CONF. & TRAVEL	tion, to be payable al Officer of the her Education - Colle l year ending June 30 FISCAL YEAR 2013-2014 \$1,215,000 55,000
	hereby appropriated, to the Department of Higher Education from the federal funds as designated by the Chief Fisch State, for operating expenses of the Department of High Access Challenge Grant Program - Federal for the fiscal 2014, the following: ITEM NO. (01) MAINT. & GEN. OPERATION (A) OPER. EXPENSE (B) CONF. & TRAVEL (C) PROF. FEES	tion, to be payable al Officer of the her Education - Colle l year ending June 30 FISCAL YEAR 2013-2014 \$1,215,000 55,000 1,700,000
	hereby appropriated, to the Department of Higher Education from the federal funds as designated by the Chief Fisch State, for operating expenses of the Department of High Access Challenge Grant Program - Federal for the fisca 2014, the following: ITEM NO. (01) MAINT. & GEN. OPERATION (A) OPER. EXPENSE (B) CONF. & TRAVEL	tion, to be payable al Officer of the her Education - Colle l year ending June 30 FISCAL YEAR 2013-2014 \$1,215,000 55,000
	<pre>hereby appropriated, to the Department of Higher Educat from the federal funds as designated by the Chief Fisch State, for operating expenses of the Department of High Access Challenge Grant Program - Federal for the fiscal 2014, the following: ITEM <u>NO.</u> (01) MAINT. & GEN. OPERATION (A) OPER. EXPENSE (B) CONF. & TRAVEL (C) PROF. FEES (D) CAP. OUTLAY</pre>	tion, to be payable al Officer of the her Education - Colle l year ending June 30 FISCAL YEAR 2013-2014 \$1,215,000 55,000 1,700,000 30,000
	<pre>hereby appropriated, to the Department of Higher Educat from the federal funds as designated by the Chief Fisc. State, for operating expenses of the Department of High Access Challenge Grant Program - Federal for the fisca 2014, the following: ITEM <u>NO.</u> (01) MAINT. & GEN. OPERATION (A) OPER. EXPENSE (B) CONF. & TRAVEL (C) PROF. FEES (D) CAP. OUTLAY (E) DATA PROC.</pre>	tion, to be payable al Officer of the her Education - Colle 1 year ending June 30 FISCAL YEAR 2013-2014 \$1,215,000 55,000 1,700,000 30,000 0
	<pre>hereby appropriated, to the Department of Higher Educat from the federal funds as designated by the Chief Fisc. State, for operating expenses of the Department of High Access Challenge Grant Program - Federal for the fisca 2014, the following: ITEM <u>NO.</u> (01) MAINT. & GEN. OPERATION (A) OPER. EXPENSE (B) CONF. & TRAVEL (C) PROF. FEES (D) CAP. OUTLAY (E) DATA PROC.</pre>	tion, to be payable al Officer of the her Education - Colle l year ending June 30 FISCAL YEAR 2013-2014 \$1,215,000 55,000 1,700,000 30,000 0 \$3,000,000

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 (01)REGULAR SALARIES \$328,864 18 (02) EXTRA HELP 30,000 19 (03) PERSONAL SERVICES MATCHING 108,940 20 (04) MAINT. & GEN. OPERATION (A) OPER. EXPENSE 21 165,000 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 29 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 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

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
0		

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	(01)	<i>OUTCOME-CENTERED AWARDS — UNIVERSITIES</i>	\$19,697,492
20	(02)	OUTCOME-CENTERED AWARDS — COLLEGES	\$7,001,770
21	I	OTAL AMOUNT APPROPRIATED	<i>\$26,699,262</i>

22

23 SECTION 17. APPROPRIATION - INSURANCE EXCHANGE TRAINING GRANTS -24 There is hereby appropriated, to the Department of Higher FEDERAL. 25 Education, to be payable from the federal funds as designated by the Chief 26 Fiscal Officer of the State, for insurance exchange training grants, to 27 assisting entities and institutions of higher education, of the Department of 28 Higher Education for the fiscal year ending June 30, 2014, the following: 29 30 ITEM FISCAL YEAR 31 NO. 2013-2014 32 INSURANCE EXCHANGE

 TRAINING GRANTS
 \$2,500,000

34

33

35 SECTION 18. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
 36 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. EMERGENCY

9

1 GRANTS & EXTRA HELP POOL. An Institution of higher education that suffers an 2 emergency/disaster event resulting in all or a significant portion of campus operations being interrupted, may request disaster assistance through the 3 4 Arkansas Department of Higher Education. Upon the declaration of an 5 emergency by the Governor, the institution may request, subject to the 6 recommendation of the Director of the Department of Higher Education and 7 approval of the Governor, a grant from the Disaster Relief Fund to assist in 8 returning that campus to operation and/or to a sister campus providing 9 services to the students from the affected campus. Certified law enforcement 10 officers employed by an institution of higher education may be granted 11 jurisdiction at the sister institution, upon agreement of both institutions. 12 The Department of Higher Education is authorized a pool of 500 extra help 13 positions for use in such emergency situations. These positions may be 14 assigned to the campus suffering the disaster event or to a sister campus 15 providing services to the students from the affected campus. The Governor 16 may waive the 1,500 hour limit of ACA 6-63-314 on these assigned extra help 17 pool positions.

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

20

21 SECTION 19. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 22 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. 23 REALLOCATION OF RESOURCES FOR INSTITUTIONS OF HIGHER EDUCATION. Upon 24 determination by the president or chancellor of an institution of higher 25 education that a reallocation of resources for purposes of reorganization or 26 consolidation of administrative functions within the institution is necessary 27 for efficient and effective operations of the institution, the president or 28 chancellor, with approval of the institution's board of trustees, may have 29 the authority to transfer positions, appropriations and related funds between 30 campuses, divisions, branches, and other budgetary units of the institution, 31 after receiving prior approval of the Legislative Council or Joint Budget 32 Committee. The transfers of positions, programs, or activities shall be used 33 for those purposes for which the appropriations were approved by the General 34 Assembly. The transfers, consolidations, or reorganizations which involve 35 academic programs shall be reviewed by the Department of Higher Education 36 prior to submission to the Legislative Council or Joint Budget Committee.

SB122

Provided, however, that the institution shall be limited to submitting no more than two (2) individual transaction transfer requests during any fiscal year and shall be further limited to no more than five percent (5%) of the total General Revenue and Special Revenue appropriation, funding, positions specific to each institution, and no Tobacco Settlement funds or appropriations may be reallocated pursuant to this section. Determining the maximum number of employees and the maximum amount of appropriation and general revenue funding for institutions of higher education each fiscal year is the prerogative of the General Assembly. This is usually accomplished by delineating such maximums in the appropriation act(s) for institutions of higher education and the general revenue allocations authorized for each fund and fund account by amendment to the Revenue Stabilization law. Further, the General Assembly has determined that institutions of higher education may operate more efficiently if some flexibility is provided to institutions of higher education authorizing broad powers under this Section. Therefore, it is both necessary and appropriate that the General Assembly maintain oversight by requiring prior approval of

the Legislative Council or Joint Budget Committee as provided by this section. The requirement of approval by the Legislative Council or Joint Budget Committee is not a severable part of this section. If the requirement of approval by the Legislative Council or Joint Budget Committee is ruled 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, $\frac{2012}{25}$ 25 $\frac{2013}{2013}$ through June 30, $\frac{2014}{2014}$.

26

1

2

3 4

5

6

7

8

9

10

11

12

13

14

15

16

17

27 SECTION 20. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 28 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. LOANS. In 29 order to provide timely payments under financial aid appropriations made in 30 this Act, the Chief Fiscal Officer of the State is authorized to provide 31 loans from the Budget Stabilization Trust Fund to make available all funds 32 attributable to the financial aid programs under the then current official 33 revenue estimates. In the event of an unanticipated state revenue shortfall, 34 any such loans remaining at the end of a fiscal year shall be repaid from 35 revenues distributed in the first two months of the next fiscal year. Funds 36 for appropriations made in this Act for purposes other than financial aid

11

1 shall not be affected by the application of this provision.

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

4

SECTION 21. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 5 6 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. WORK 7 FORCE 2000 DEVELOPMENT FUND PROCEDURES. After the amounts to be made 8 available to the various technical colleges have been determined as set out 9 in Arkansas Code 26-51-205(d)(2), such documents as may be necessary shall be 10 processed so that funds may be transferred from the Work Force 2000 11 Development Fund to the State Treasury fund or fund account from which the 12 technical college draws its general revenue support. Such funds as may be transferred shall not exceed 93.691% of the total funds available from the 13 14 Work Force 2000 Development Fund during the fiscal year.

15 In the event that a technical institute or comprehensive lifelong learning 16 center which receives support from the Work Force 2000 Development Fund as 17 determined by law transfers or merges into the Arkansas Technical College and 18 Community College System for which Work Force 2000 Development Fund monies 19 are determined by law, then the actual amount of support from the Work Force 20 2000 Development Fund in the preceding fiscal year for such educational 21 institution shall be made available irrespective of any other provision of 22 law which sets out maximum levels of support from such fund.

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

25

26 SECTION 22. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 27 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. BUILDING 28 MAINTENANCE FUND. After the sum of \$13,200,000 has been deposited into the 29 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 30 31 Research Development Fund there to be used as provided by law. 32 The provisions of this section shall be in effect only from July 1, $\frac{2012}{1}$ 33 2013 through June 30, 2013 2014.

34

35 SECTION 23. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
 36 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. REFUND TO

1 EXPENDITURES. Proceeds derived from the repayment of loans, grants, or 2 scholarships funded by the Higher Education Grants Fund Account as authorized in Items (02), (03) and (08) of Section 4 of this Act for the JR/SR Minority 3 4 Teacher Scholars, the Minority Masters Fellows and the State Teacher 5 Assistance Resource Program shall be deposited into the State Treasury fund 6 from which it originated. 7 The provisions of this section shall be in effect only from July 1, $\frac{2012}{2012}$ 8 2013 through June 30, 2013 2014. 9 10 SECTION 24. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 11 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. NATIONAL 12 GUARD TUITION INCENTIVE PROGRAM. In addition to any other provisions of law, any student who receives assistance from the appropriation made for the 13 14 "National Guard Tuition Incentive Program" in this Act shall repay any loans 15 and/or assistance if the student receives a discharge that is a less than 16 Honorable Discharge. Priority for funding shall be given to students already 17 receiving assistance from the National Guard Tuition Incentive Program. 18 The provisions of this section shall be in effect only from July 1, $\frac{2012}{1}$ 19 2013 through June 30, 2013 2014.

20

21 SECTION 25. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 22 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. COLLEGE 23 SAVINGS BONDS. The Department of Higher Education shall adopt rules and 24 regulations for the allocation of the funds reappropriated for the 25 development of projects at State Institutions of Higher Education and the 26 payment of project costs and expenses of the issuance of the bonds of the 27 Arkansas College Savings General Obligation Bonds Program to ensure that 28 funds are allocated and expended in a manner consistent with the provisions 29 of the Internal Revenue Code applicable to the Arkansas College Savings 30 General Obligation Bond Program (Program). The funds reappropriated for the 31 development of projects at State Institutions of Higher Education and the 32 payment of project costs and expenses of the issuance of the bonds of the 33 Arkansas College Savings General Obligation Bonds Program shall be allocated 34 and expended pursuant to the provisions of Arkansas Code 6-62-701 et seq. and 35 other laws of this State. The expenditure and allocation of funds shall be 36 exempt from any other provisions of state law which conflicts with any

As Engrossed: S2/14/13 S3/28/13 S4/4/13 S4/5/13 S4/8/13 S4/17/13

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.

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

6

7 SECTION 26. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 8 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. COLLEGE 9 SAVINGS BONDS LIMITATIONS. The total principal amount of bonds to be issued 10 during any fiscal biennium shall not exceed three-hundred million dollars 11 (\$300,000,000), nor shall the principal amount of bonds outstanding at any 12 time have debt service requirements in excess of twenty-four million dollars 13 (\$24,000,000) in any one fiscal year from all state revenue sources. 14 The provisions of this section shall be in effect only from July 1, -2012

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

16

17 SECTION 27. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 18 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. HEALTH 19 EDUCATION GRANTS AND LOANS - PRIORITIES. The Arkansas Higher Education 20 Coordinating Board, after consulting with the recognized associations of each 21 of the applicable medical professions and other interested persons, shall 22 determine the priorities for the applicable programs enumerated in the 23 appropriation made for "Health Education Grants and Loans" in this Act. The 24 Arkansas Department of Higher Education, if necessary, shall re-adjust the 25 number of positions for entering students to be funded for each applicable 26 program based upon the priorities determined by the board.

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

29

30 SECTION 28. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 31 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. FINANCIAL 32 AID PROGRAMS REPORTING. The Arkansas Department of Higher Education shall 33 report by May 30 to the House and Senate Interim Committees on Education the 34 budgeted allocation for each financial aid program funded through the Higher 35 Education Grants Fund Account for the upcoming fiscal year and projections 36 for the following year.

The provisions of this section shall be in effect only from July 1, 2012
 <u>2013</u> through June 30, 2013 2014.
 SECTION 29. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW.

6 AUDIT/REVIEW OF STATE SCHOLARSHIP FUNDS. Any post-secondary institution that 7 receives state scholarship funds administered by the Arkansas Department of 8 Higher Education shall be subject to audit/review of such funds by the 9 Division of Legislative Audit, upon approval of the Legislative Joint Audit 10 Committee.

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

13

14 SECTION *30*. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 15 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. AUDIT 16 DATA. All post-secondary institutions shall provide to the Arkansas 17 Department of Higher Education a copy of the Integrated Post-Secondary 18 Education Data System (IPEDS) data within three weeks following the IPEDS due 19 date, which shall be subject to audit by the Arkansas Department of Higher 20 Education.

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

23

SECTION 31. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 24 25 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. FUNDING 26 FOR SALARY INCREASES. New funding through the Revenue Stabilization Act 27 determined by the Arkansas Department of Higher Education to have been for 28 salary increases for the fiscal year for Institutions of Higher Education 29 shall be used exclusively for salary increases. New funding actually received 30 for salary increases shall be spent exclusively for salary increases based 31 upon the state general revenue portion of total unrestricted educational and 32 general revenue. Funding received under this provision shall be used for no 33 purpose other than to provide such salary increases. Any designated funds not 34 used for salary increases shall be recouped at the end of each fiscal year and transferred to the General Revenue Allotment Reserve Fund. 35

36 The provisions of this section shall be in effect only from July 1, 2012

15

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

2

SECTION 32. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 3 4 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. DHE PROGRAM COORDINATOR FUNDING. The Chief Fiscal Officer of the State shall 5 6 transfer sufficient funding for the fiscal year from the Higher Education 7 Grants Fund Account to the Department of Higher Education Fund Account in 8 order to finance the personal services costs of a DHE Program Coordinator. 9 The provisions of this section shall be in effect only from July 1, $\frac{2012}{1}$ 10 2013 through June 30, 2013 2014.

11

SECTION 33. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 12 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. TRANSFER 13 14 PROVISION. Upon certification by the Director of the Department of Higher 15 Education that transfers are needed to make maximum utilization of funds and 16 appropriations provided for financial aid programs, and with the approval of 17 the Chief Fiscal Officer of the State and a review by the Arkansas 18 Legislative Council, funds and appropriations may be transferred between 19 financial aid programs to more adequately align the appropriation with the 20 number of eligible students. , except that funds and appropriations may not 21 be transferred for such purposes from either the Governor's Scholars Program 22 or the Academic Challenge Scholarships Program in excess of \$1,000,000 in the 23 aggregate in a fiscal year. Any transfer restrictions contained in 24 appropriation acts for the Department of Higher Education relating to 25 appropriation transfers from Governor's Scholars Program and Academic 26 Challenge Scholarships shall not be applicable to transfers between 27 Governor's Scholars and Academic Challenge Scholarship appropriations. 28 The provisions of this section shall be in effect only from July 1, $\frac{2012}{1}$ 29 2013 through June 30, 2013 2014.

30

31 SECTION 34. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 32 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. TRANSFER 33 OF HIGHER EDUCATION GRANTS FUND APPROPRIATIONS - HEALTH EDUCATION GRANTS AND 34 LOANS. Upon certification to and with the approval of the Chief Fiscal 35 Officer of the State, surplus funds and appropriations may be transferred 36 between the appropriations provided for "Health Education Grants and Loans"

SB122

by this Act by the General Assembly for Dental Aid Grants and Loans,
 Optometry Aid, Veterinary Aid, Podiatry Aid, Chiropractic Aid and Osteopathy
 Aid.

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

6

7 SECTION 35. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 8 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. 9 CONTINGENCY APPROPRIATIONS - TRANSFERS AND REPORTS. (a) Upon approval by 10 the Department of Higher Education and the Chief Fiscal Officer of the State, 11 institutions of higher education may transfer appropriation from the cash 12 contingency appropriation to any other appropriation made to the institution 13 from cash funds including the establishment of commitment items, and may 14 transfer appropriation from the contingency appropriation made payable from 15 each institution's State Treasury Fund to the state operations appropriation 16 made payable from each institution's State Treasury Fund including the 17 establishment of commitment items, and may transfer appropriation from the 18 contingency appropriation made payable from the Tobacco Settlement Program 19 Fund Accounts to any other appropriation made to the institution from Tobacco 20 Settlement Program Fund Accounts including the establishment of commitment 21 items.

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

26 (c) The Department of Higher Education shall report contingency 27 appropriation transfers and the establishment of any commitment items 28 authorized by this Section to the Legislative Council or Joint Budget 29 Committee for review during its July meeting. The report shall include, by 30 institution, the establishment of, and the amounts transferred to, each 31 commitment item, the reasons therefor and the source of funds. Institutions 32 shall submit contingency appropriation transfer and commitment item 33 establishment requests authorized by this Section to the Department of Higher 34 Education no later than July 1. Upon the failure of an institution to submit 35 the required information by the July 1 deadline, the Department of Higher 36 Education shall immediately notify by written notification the chairpersons

1 of the Legislative Council or Joint Budget Committee.

2

SECTION 36. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 3 4 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. STUDENT UNDERGRADUATE RESEARCH FELLOWSHIP (SURF) PROGRAM. The focus of the Student 5 6 Undergraduate Research Fellowship (SURF) Program is the continued development 7 of undergraduate academic research efforts at Arkansas colleges and 8 universities. The Arkansas Department of Higher Education shall adopt rules 9 and regulations necessary for the proper administration of the Student 10 Undergraduate Research Fellowship Program. Administrative functions and 11 responsibilities may include, but not necessarily be limited to, the 12 development of eligibility criteria, collection of applications, coordination 13 of student evaluations, distribution of public notices, and funding of grants 14 for academic research purposes. Staff of the Arkansas Department of Higher 15 Education shall administer this program. The Arkansas Department of Higher 16 Education shall be authorized to expense costs associated with the 17 administration of the program, from funds made payable from the Higher 18 Education Grants Fund Account for the Student Undergraduate Research 19 Fellowship Program as authorized in Section 4 of this Act.

20

SECTION 37. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 21 22 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. 23 COOPERATION AGREEMENTS. Any two year institution of Higher Education that has 24 its main campus, or a satellite campus, or center located within a twenty 25 five mile radius of any four year other main campus of an institution of 26 higher education shall enter into a written agreement with that four year 27 institution which must address duplication of services between the 28 institutions.

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

31

32 SECTION *38*. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 33 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. COST 34 ALLOCATION. The Department of Higher Education may refund to the Higher 35 Education Fund Account or the Higher Education Grants Fund Account such 36 amounts determined by the Department to be reimbursements received from the

Arkansas Lottery Commission for costs related to the administration of the
 Arkansas Academic Challenge Scholarship Program.

3

4 SECTION 39 SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 5 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. 6 APPROPRIATION TRANSFER PROCEDURES - AR GEOGRAPHICAL CRITICAL NEEDS MINORITY 7 TEACHER SCHOLARSHIP PROGRAM. The Director of the Arkansas Department of 8 Higher Education shall determine the amount available, up to \$200,000 per 9 fiscal year, to fund the Arkansas Geographical Critical Needs Minority 10 Teacher Scholarships and shall certify to the Chief Fiscal Officer of the 11 State and the State Treasurer such amount as is required to be transferred 12 from the Higher Education Grants Fund Account. Upon receiving such 13 certification, the Chief Fiscal Officer of the State and the State Treasurer 14 shall cause to be transferred the necessary funds and appropriation to the 15 fund account of the University of Arkansas at Pine Bluff for implementation 16 of this program. The University of Arkansas at Pine Bluff may use up to 17 twenty percent (20%) of the funds and appropriation for administration of the 18 program.

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

21

22 SECTION 40. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 23 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. HIGHER 24 EDUCATION CENTRAL POOL POSITIONS. a) Universities - (1) The Department of 25 Higher Education shall establish and maintain a central pool of three hundred 26 (300) positions to be used to establish additional positions when an 27 institution does not have sufficient positions available to meet 28 unanticipated enrollment growth, industry training demands, and its mandated 29 responsibilities.

30 (2) Central pool positions are to be used by the institutions if the 31 personnel service needs exceed the number of positions authorized by the 32 General Assembly and that were not anticipated at the time of the passage of 33 the institution's operating appropriation act.

34 (3) No position established under this section may exceed the salary rate of 35 the highest maximum annual salary rate or the highest grade level position 36 authorized by the General Assembly in the requesting institution's operating

1 appropriation act.

2 (4) The institution shall provide justification to the Department of Higher 3 Education for the need to allocate positions from the central pool. 4 (5) Titles shall not be assigned to the institution from the central pool 5 until specific positions are requested by the institution, recommended by the 6 Department of Higher Education and approved by the Arkansas Legislative 7 Council or the Joint Budget Committee. 8 (6) If an institution requests any central pool position to be continued 9 during the subsequent fiscal year, the position must be requested as a new 10 position in the institution's subsequent fiscal year budget request. 11 (b) Colleges - (1) The Department of Higher Education shall establish and 12 maintain a central pool of two hundred fifty (250) positions to be used to 13 establish additional positions when an institution does not have sufficient 14 positions available to meet unanticipated enrollment growth, industry 15 training demands, and its mandated responsibilities. 16 (2) Central pool positions are to be used by the institutions if the 17 personnel service needs exceed the number of positions authorized by the 18 General Assembly and that were not anticipated at the time of the passage of 19 the institution's operating appropriation act. 20 (3) No position established under this section may exceed the salary rate of 21 the highest maximum annual salary rate or the highest grade level position 22 authorized by the General Assembly in the requesting institution's operating 23 appropriation act. 24 (4) The institution shall provide justification to the Department of Higher 25 Education for the need to allocate positions from the central pool. 26 (5) Titles shall not be assigned to the institution from the central pool 27 until specific positions are requested by the institution, recommended by the 28 Department of Higher Education and approved by the Arkansas Legislative 29 Council or the Joint Budget Committee. (6) If an institution requests any central pool position to be continued 30 31 during the subsequent fiscal year, the position must be requested as a new 32 position in the institution's subsequent fiscal year budget request. 33 (c) Determining the maximum number of employees and the maximum amount of 34 appropriation and general revenue funding for institutions of higher 35 education each fiscal year is the prerogative of the General Assembly. This 36 is usually accomplished by delineating such maximums in the appropriation

20

1 act(s) for institutions of higher education and the general revenue 2 allocations authorized for each fund and fund account by amendment to the Revenue Stabilization law. Further, the General Assembly has determined that 3 4 institutions of higher education may operate more efficiently if some 5 flexibility is provided to institutions of higher education authorizing broad 6 powers under this Section. Therefore, it is both necessary and appropriate 7 that the General Assembly maintain oversight by requiring prior approval of 8 the Legislative Council or Joint Budget Committee as provided by this 9 section. The requirement of approval by the Legislative Council or Joint 10 Budget Committee is not a severable part of this section. If the requirement 11 of approval by the Legislative Council or Joint Budget Committee is ruled 12 unconstitutional by a court of competent jurisdiction, this entire section is 13 void.

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

16

SECTION 41. 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.

23

SECTION 42. SPECIAL LANGUAGE. Arkansas Code Title 6, Chapter 62,
Section 803, concerning limits on funding of athletic programs, is amended to
read as follows:

27 6-62-803. Limits on funding.

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

29 educational and general funds for intercollegiate athletic programs at state-

30 supported institutions of higher education shall be limited to four hundred

31 fifty thousand dollars (\$450,000) at four-year institutions and to fifty-one

- 32 dollars (\$51.00) per full-time-equivalent student per year at two-year
- 33 branches of four-year institutions and at other two-year institutions of

34 higher education.

- 35 (b)(1) Beginning in fiscal year 1997-1998, state-supported four-year
- 36 institutions of higher education may use an additional three hundred thousand

1	dollars (\$300,000) per fiscal year of unrestricted educational and general
2	funds to provide gender equity in intercollegiate athletic programs.
3	- (2) Two-year branches of the four-year institutions and other two-year
4	institutions of higher education may use an additional amount of unrestricted
5	educational and general funds for providing gender equity in intercollegiate
6	athletic programs in the amount of thirty-four dollars (\$34.00) per full-
7	time-equivalent student per year.
8	(c)(l) Beginning in fiscal year 2005-2006, the limits on the amount of
9	unrestricted educational and general funds for intercollegiate athletic
10	programs at state-supported institutions of higher education set forth in
11	subsections (a) and (b) of this section shall be adjusted as determined by
12	the Department of Higher Education based on the consumer price index.
13	- (2)(A) For fiscal year 2005-2006, the adjustments shall take into
14	account the inflation increases since the figures set forth in subsections
15	(a) and (b) of this section were established or last adjusted.
16	- (B) In subsequent years, the adjustment shall be for the period
17	from the last adjustment to the beginning of the relevant fiscal year.
18	(a) For the certification required under §6-62-805, the amount allowed to be
19	budgeted of unrestricted educational and general funds for intercollegiate
20	athletic programs at state-supported institutions of higher education shall
21	be limited to an amount established by the Department of Higher Education for
22	the fiscal year 2012-2013 or an amount of not more than two (2%) percent of
23	the actual total unrestricted educational and general revenues of the
24	previous fiscal year at institutions of higher education.
25	(b) The Department of Higher Education shall annually adjust the allowable
26	transfer based upon the consumer price index.
27	
28	SECTION 43. SPECIAL LANGUAGE. Arkansas Code Title 6, Chapter 62,
29	Subchapter 3 is amended to read as follows:
30	
31	6-62-314. Construction Project Exemption.
32	The following state-supported institutions of higher education shall be
33	exempt as allowed by \$19-4-1415(b)(5) for construction projects exceeding
34	five million dollars (\$5,000,000) if they have adopted policies and
35	procedures in compliance with state law involving the awarding and oversight
36	of the contracts for design and construction services:

1	
2	(1) Henderson State University;
3	
4	(2) Southern Arkansas University — Magnolia;
5	
6	(3) University of Central Arkansas;
7	
8	(4) Mid-South Community College;
9	
10	(5) National Park Community College; and
11	
12 13	(6) Northwest Arkansas Community College , <u>;</u> and
13 14	(7) Rich Mountain Community College.
14	(// Kich Hountain Commanity College.
16	SECTION 44. SPECIAL LANGUAGE. Arkansas Code Title 6, Chapter 61,
17	regarding the Arkansas Higher Education Coordinating Board, is amended by
18	adding a new section:
19	adding a new Section.
20	<u>6-61-233. Funding formula implementation — Department of Higher Education.</u>
21	The implementation of the funding component of the outcome-centered formula
22	defined in §6-61-224, §6-61-228, and §6-61-229 shall not progress beyond the
23	2014-2015 school year until such time as the Arkansas Department of Higher
24	Education determines that all institutions are funded at the minimum standard
25	of equity defined as seventy-five percent (75%) of needed state funding, as
26	determined by the needs-based component of the funding formula models. In any
27	fiscal year that the aggregate general revenue funding forecasted to be
28	available for higher education institutions is less than the amount in the
29	2012-13 fiscal year, the Arkansas Department of Higher Education will not
30	further implement the funding component until such time as the aggregate
31	general revenue for higher institutions is restored to the 2012-13 fiscal
32	year level. The Arkansas Department of Higher Education shall continue to
33	execute and publish the results of the outcome-centered component to measure
34	the progress of institutions in reaching the broad goals of satisfactory
35	progression and graduation of all students enrolled in state-supported
36	institutions of higher education.

SECTION 45. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS			
CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. <u>OUTCOME-</u>			
CENTERED FUNDING AWARDS. Upon certification of the Director of the			
Department of Higher Education, the Chief Fiscal Officer of the State shall			
transfer to the Department of Higher Education Fund Account certified amounts			

7 <u>based upon the outcome-centered funding policy of the Arkansas Higher</u>

8 Education Coordinating Board from the State Treasury funds of the

9 Institutions of Higher Education. The Department of Higher Education will

10 distribute funds from the Outcome-Centered Funding Awards Appropriation based

11 upon the outcome-centered funding policy of the Arkansas Higher Education
 12 Coordinating Board.

13 <u>The provisions of this section shall be in effect only from July 1,</u> 14 <u>2013 through June 30, 2014.</u> 15

16SECTION 46. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS17CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW.

18 <u>ADMINISTRATIVE FEES. The Department of Higher Education is authorized to</u>

19 recover non-refundable administrative fees related to the institutional

20 <u>certification and exemption process for out-of-state, non-public, and for-</u>

21 profit colleges and universities. These fees include a notification fee, an
22 application processing fee, and travel expenses for the certification review

23 teams.

24

1 2

3

4 5

6

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

25 26

SECTION 47. COMPLIANCE WITH OTHER LAWS. Disbursement of funds 27 28 authorized by this act shall be limited to the appropriation for such agency 29 and funds made available by law for the support of such appropriations; and 30 the restrictions of the State Procurement Law, the General Accounting and 31 Budgetary Procedures Law, the Revenue Stabilization Law, the Regular Salary 32 Procedures and Restrictions Act, or their successors, and other fiscal 33 control laws of this State, where applicable, and regulations promulgated by 34 the Department of Finance and Administration, as authorized by law, shall be strictly complied with in disbursement of said funds. 35

24

36

01-23-2013 09:53:54 TWV022

SB122

1 SECTION 48. LEGISLATIVE INTENT. It is the intent of the General 2 Assembly that any funds disbursed under the authority of the appropriations contained in this act shall be in compliance with the stated reasons for 3 4 which this act was adopted, as evidenced by the Agency Requests, Executive 5 Recommendations and Legislative Recommendations contained in the budget 6 manuals prepared by the Department of Finance and Administration, letters, or summarized oral testimony in the official minutes of the Arkansas Legislative 7 8 Council or Joint Budget Committee which relate to its passage and adoption. 9 10 SECTION 49. EMERGENCY CLAUSE. It is found and determined by the 11 General Assembly, that the Constitution of the State of Arkansas prohibits 12 the appropriation of funds for more than a one (1) year period; that the

effectiveness of this Act on July 1, 2013 is essential to the operation of 13 the agency for which the appropriations in this Act are provided, and that in 14 15 the event of an extension of the legislative session, the delay in the effective date of this Act beyond July 1, 2013 could work irreparable harm 16 17 upon the proper administration and provision of essential governmental programs. Therefore, an emergency is hereby declared to exist and this Act 18 19 being necessary for the immediate preservation of the public peace, health and safety shall be in full force and effect from and after July 1, 2013. 20

21 22

/s/Joint Budget Committee

25

SB122