1 2	State of Arkansas 89th General Assembly	A Bill	
3	Regular Session, 2013		SENATE BILL 997
4			
5	By: Senators J. Key, R. Tho	mpson	
6			
7		For An Act To Be Entitled	
8	AN ACT TO	AMEND THE ARKANSAS SCHOLARSHIP LOTTER	Y ACT;
9	TO DECLAR	RE AN EMERGENCY; AND FOR OTHER PURPOSES	•
10			
11			
12		Subtitle	
13	TO A	AMEND THE ARKANSAS SCHOLARSHIP LOTTERY	
14	ACT	; TO DECLARE AN EMERGENCY.	
15			
16			
17	BE IT ENACTED BY THE	GENERAL ASSEMBLY OF THE STATE OF ARKAN	SAS:
18			
19	SECTION 1. Ark	c. Code § 6-60-901(1), concerning defin	itions for the
20	Arkansas Higher Educa	ation Information System, is amended to	read as follows:
21	(1) "Arkansas	$ \label{thm:model} \mbox{Higher Education Information System" } \mbox{\mathbf{m}} $	eans the database
22	maintained by the Dep	partment of Higher Education containing	student data
23	files that the depart	ement and institutions of higher educat	ion in Arkansas
24	are required to colle	ect under §§ 6-85-214, 6-85-215 <u>6-85-21</u>	<u>6</u> , and 6-85-217,
25	other state law, and	federal law; and	
26			
27	SECTION 2. Ark	cansas Code $ 6-60-902(b)(3)(B) $, concer	ning the Arkansas
28	Higher Education Info	ormation System, is amended to read as	follows:
29	(B)	(i) The bureau staff shall inform the	Department of
30	Higher Education of a	any warehouse data used in the preparat	ion of reports and
31	provide the Departmen	nt of Higher Education at least one (1)	working day to
32	review any student-re	elated warehouse data used in preparati	on of reports
33	before publicly relea	asing that student-related data without	personally
34	identifiable informat	ion of a student.	
35		(ii) This subdivision does not wai	ve the
36	confidentiality of a	request of a member of the General Asse	embly under § 10-

1	<u>2-129.</u>
2	
3	SECTION 3. Arkansas Code § 6-85-204(5), concerning the definition of
4	continuously enrolled, is amended to amend subdivisions (5)(C) and (D) and
5	add an additional subdivision to read as follows:
6	(C) For a full-time current achiever student, he or she:
7	(i) Before receiving a scholarship under this
8	subchapter, successfully completed at least twelve (12) semester hours of
9	courses in consecutive semesters, not including a summer term; and
10	(ii) As a recipient of a scholarship under this
11	subchapter, successfully completes at an approved institution of higher
12	education at least fifteen (15) semester hours of courses in consecutive
13	semesters, not including a summer term; and
14	(D) For a part-time nontraditional student, he or she
15	successfully completes at an approved institution of higher education at
16	least six (6) semester hours of courses in consecutive semesters, not
17	including a summer term; and
18	(E) For a student who is enrolled in a degree plan that
19	has a maximum number of semester hours in a semester that is less than the
20	requirements of subdivisions $(5)(A)-(D)$ of this section, he or she
21	successfully completes at an approved institution of higher education the
22	maximum number of hours required by the degree plan for the semester;
23	
24	SECTION 4. Arkansas Code § 6-85-204, concerning the definitions for
25	the Arkansas Academic Challenge Scholarship Program, is amended to add
26	additional subdivisions to read as follows:
27	(23) "Arkansas resident" means a natural person who provides
28	evidence deemed sufficient by the Department of Higher Education that:
29	(A) For the twelve-month period required under § 6-85-
30	206(1) the person:
31	(i) Maintained a permanent home in Arkansas where
32	the person resides for an average of no less than four (4) days and nights
33	per calendar week; and
34	(ii) Either:
35	(a) Is an Arkansas registered voter;
36	(b) Holds a valid Arkansas motor vehicle

1	driver's license;
2	(c) Receives benefits under an Arkansas public
3	assistance program;
4	(d) Uses an Arkansas residence address for
5	federal or state tax purposes; or
6	(e) Claims Arkansas as a residence to hold
7	public office or for judicial actions; or
8	(B) Before the deadline for filing a scholarship
9	application under this subchapter the applicant is:
10	(i) On active military status;
11	(ii) Qualifies for in-state tuition and fees under §
12	6-80-205; and
13	(iii) Meets one of the conditions under subdivision
14	(24)(A)(ii);
15	(24) "Enrolled" means that the approved institution of higher
16	education where the student is attending class counts the student as enrolled
17	for the hours claimed on the last day to add or drop a class at the approved
18	institution of higher education;
19	(25) "Semester" means one-half (1/2) of a traditional academic
20	year at an institution of higher education, or an equivalent approved by the
21	Department of Higher Education, in which a student enrolls for not less than:
22	(A) Twelve (12) credit hours as a full-time student; or
23	(B) Six (6) credit hours as a part-time student; and
24	(26) "Smart Core" means:
25	(A) The college and career readiness curriculum by that
26	name under rules of the State Board of Education; or
27	(B) A college and career readiness curriculum that is:
28	(i) Established by rules of the state board in
29	coordination with the Department of Higher Education; and
30	(ii) Substituted for the curriculum named "Smart
31	Core".
32	
33	SECTION 5. Arkansas Code § 6-85-206(1), concerning basic eligibility
34	requirements, is amended to add an additional subdivision to read as follows:
35	(D) During the twelve (12) months immediately preceding
36	the date an applicant will enroll in an approved institution of higher

T	education if the person for whom the twelve-month period is calculated under
2	subdivision (1)(A) or (B) of this section is deployed outside of Arkansas
3	under military orders, the Department of Higher Education shall calculate the
4	twelve (12) months by:
5	(i) Excluding months of military deployment outside
6	of Arkansas that are within the twelve (12) months immediately preceding the
7	date the applicant will enroll in an approved institution of higher
8	education; and
9	(ii) Including months the person maintained Arkansas
10	residency immediately preceding the military deployment outside of Arkansas.
11	
12	SECTION 6. Arkansas Code § 6-85-206(4), concerning basic eligibility
13	requirements, is amended to read as follows:
14	(4) $\frac{(A)}{(A)}$ The applicant has not met the maximum continuing education
15	eligibility requirements under § 6-85-210+
16	(i) Earned a baccalaureate degree; or
17	(ii) Completed one hundred thirty (130) semester hours of
18	eredit at an institution of higher education.
19	(B) An applicant is not eligible for a scholarship to a two-year
20	approved institution of higher education if the applicant has:
21	(i) Earned an associate degree; or
22	(ii) Completed sixty-six (66) semester hours of credit at
23	an institution of higher education;
24	
25	SECTION 7. Arkansas Code § 6-85-210(a), concerning continuing
26	eligibility requirements, is amended to read as follows:
27	(a) $\underline{(1)}$ A recipient who meets continuing eligibility criteria under
28	this subchapter shall receive a scholarship for one (1) academic year
29	renewable annually until the recipient first:
30	(1)(A) Earns a baccalaureate degree;
31	$\frac{(2)(A)(B)}{(B)}$ Attempts a transcript total of one hundred
32	thirty (130) semester hours in <u>Has enrolled in</u> eight (8) semesters at any
33	$rac{approved}{an}$ institution of higher education as an undergraduate full-time
34	student₊
35	(B) If the recipient's undergraduate degree requires
36	additional hours, the Department of Higher Education, in conjunction with the

1	institution of higher education where the recipient is enrolled, shall
2	determine the maximum period of time for renewal of the scholarship; or
3	(3)(C) Attempts a transcript total of one hundred thirty
4	(130) semester hours in Has enrolled in sixteen (16) semesters at any
5	approved an institution of higher education as an undergraduate part-time
6	student.
7	(2) A semester in which a student withdraws or fails to complete
8	the number of credit hours for which the student first enrolled is counted
9	toward the maximum number of semesters for which the student may receive a
10	scholarship award under this subchapter.
11	(3) The maximums under this subsection (a) apply to any degree
12	program, regardless of whether or not the degree program requires additional
13	semesters.
14	
15	SECTION 8. Arkansas Code § 6-85-110(b)(5), concerning continuing
16	eligibility requirements, is amended to read as follows:
17	(5) A recipient shall enroll in courses that lead toward a
18	baccalaureate degree program after attempting the lesser of:
19	(A) Sixty-six (66) semester hours; or
20	(B) The completion of an associate degree program, unless
21	the number of hours required to complete the associate degree program exceeds
22	sixty-six (66) semester hours, in which case the higher number of hours for
23	completion shall be used for this subdivision (b)(5); and
24	
25	SECTION 9. Arkansas Code § 6-85-110(c)-(e), concerning continuing
26	eligibility requirements, is amended to read as follows:
27	(c)(l) $\underline{(A)}$ If a recipient becomes ineligible for the scholarship
28	because the recipient's postsecondary grade point average or number of
29	successfully completed credit hours no longer meets the minimum requirement
30	for the scholarship, the recipient may regain eligibility under this
31	subsection (c) one (l) time only in an the academic year in which the student
32	became ineligible.
33	(B) The Department of Higher Education shall by rule
34	define "academic year".
35	(2)(A) A traditional student recipient who becomes ineligible

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for a scholarship may use this subsection (c) to become eligible as a first-

1	time nontraditional student applicant but may not use this subsection (c)
2	again to regain lost eligibility for the nontraditional student scholarship.
3	(B) A recipient who loses eligibility for the scholarship
4	and does not regain eligibility under subdivision (c)(1) of this section is
5	not eligible to apply for a scholarship under any eligibility provision of
6	this subchapter.
7	(3) The recipient shall complete the requirements for regaining
8	eligibility under this subsection (c):
9	(i) In the same academic year in which the student
10	failed to maintain eligibility; and
11	(ii) At the student's own expense.
12	$\frac{(2)}{(4)}$ Except as provided under § 6-85-211(a)(3) and unless the
13	requirements of this subsection (c) are waived by the Department of Higher
14	Education department under subsection (d), to regain eligibility for the
15	scholarship:
16	(A) A As a traditional or nontraditional full-time
17	student, the student shall:
18	(i) Successfully complete at least fifteen (15)
19	semester hours of courses for credit for which the approved institution of
20	higher education certifies that the courses meet the satisfactory academic
21	progress standards of the institution; and
22	(ii) Achieve a 2.5 grade point average for the
23	semester hours completed under this subdivision $\frac{(c)(2)(A)(c)(4)(A)}{(c)(4)(A)}$; and
24	(B) A As a nontraditional part-time student, the student
25	shall:
26	(i) Successfully complete at least six (6) semester
27	hours of courses for credit for which the approved institution of higher
28	education certifies that the courses meet the satisfactory academic progress
29	standards of the institution; and
30	(ii) Achieve a 2.5 grade point average for the
31	semester hours successfully completed under this subdivision
32	$\frac{(c)(2)(B)(c)(4)(B)}{(c)(4)(B)}$.
33	(d)(1) If a recipient becomes ineligible for the scholarship because
34	the recipient has not successfully completed the required number of hours for
35	continuing eligibility, the recipient may regain eligibility under this
36	subsection for one (1) time only.

1	(2)(A) Except as provided under § 6-85-211(a)(3) and unless the
2	requirements of this subsection (d) are waived by the Department of Higher
3	Education, to regain eligibility for the scholarship the recipient shall
4	complete the number of hours needed to regain eligibility.
5	(B) The recipient shall successfully complete the required
6	number of hours during the summer term at the student's own expense.
7	(e)(d) If a recipient is subject to losing a scholarship under
8	subsection (c) or subsection (d) of this section due to a catastrophic event
9	experienced by the recipient or a family member of the recipient, the
10	department may waive the requirements of this subsection and determine the
11	appropriate requirements for the recipient to either retain or regain the
12	scholarship.
13	
14	SECTION 10. Arkansas Code § 6-85-214(b), concerning accountability and
15	transparency of the Arkansas Academic Challenge Scholarship Program, is
16	amended to read as follows:
17	(b) The General Assembly finds that the collection of data and the
18	reports required under $\$\$$ $\frac{6-85-215}{6-85-216}$ $ 6-85-220$ <u>and $\\$ $6-60-901$ et seq.</u>
19	are necessary to ensure accountability and transparency.
20	
21	SECTION 11. Arkansas Code § 6-85-215 is repealed:
22	6-85-215. Student consent form.
23	(a)(l)(A) A student receiving any state-supported student financial
24	assistance shall complete and sign a form authorizing or refusing to
25	authorize:
26	(i) The institution of higher education to release
27	the student's individual personal information to the Bureau of Legislative
28	Research;
29	(ii) The institution of higher education to provide
30	the bureau with academic progress information for the scholarship recipient;
31	and
32	(iii) The Department of Higher Education to release
33	the student's individual personal information to the bureau.
34	(B) If a student is less than eighteen (18) years of age,
35	the student's parent or guardian shall complete and sign the form.
36	(2)(A) A decision to refuse to authorize the release of

T	information under this section does not apply to nonlinelyledating identifiable
2	information released under any other section of this subchapter or under any
3	other law.
4	(B) In order to provide better statistical data, each
5	institution shall report the number of students who refuse to authorize the
6	release of information.
7	(3)(A) Before any state funds for state-supported student
8	financial assistance are released on behalf of a student, the form signed by
9	the student or the student's parent or guardian indicating either the
10	student's authorization to release or the refusal to authorize the release of
11	information under this section shall be obtained by:
12	(i) The department if the department awards the
13	state-supported student financial assistance; or
14	(ii) The institution of higher education if the
15	state-supported student financial assistance is awarded solely by the
16	institution.
17	(B) The form shall state that:
18	(i) The purpose for the bureau's collecting data is
19	to guide the General Assembly's evaluation of the need for adjustments to
20	scholarship program eligibility and funding levels; and
21	(ii) A refusal to authorize the release of
22	information under this section will not affect the student's eligibility for
23	a-scholarship.
24	(C) A high school student enrolled in a course for
25	concurrent credit is exempt under this section.
26	(4) The form shall list the categories of information authorized
27	for release under this section.
28	(5) The Director of the Bureau of Legislative Research may:
29	(A) Seek an opinion from the Family Policy Compliance
30	Office of the United States Department of Education concerning the
31	requirement to authorize or refuse to authorize the release of information
32	under this section; or
33	(B) Request the Department of Higher Education to seek the
34	opinion on behalf of the bureau.
35	(b) The information consented to be released by the student shall
36	include:

1	(1) A unique student identifier;
2	(2) Status for Federal Pell Grant;
3	(3) Postsecondary grade point average;
4	(4) Number of semester hours attempted;
5	(5) Number of semester hours completed;
6	(6) Gender, race, ethnicity, and age;
7	(7) High school graduated from or General Educational
8	Development test score;
9	(8) High school grade point average; and
10	(9) ACT score or ACT equivalent score, if available.
11	(c) This section does not apply to scholarships or other forms of
12	student financial assistance that are completely privately funded.
13	(d)(1) Approved institutions of higher education shall undertake any
14	procedures necessary to ensure the collection of the information under this
15	section and shall provide it to the bureau in a mutually agreed upon
16	electronic format by November 1 of each school year for students awarded for
17	that academic year state-supported student financial assistance.
18	(2) An approved institution of higher education may lose its
19	approved status for receiving scholarship funds on behalf of a recipient
20	under this subchapter if it fails to make a good faith effort to:
21	(A) Collect the student form required under this section;
22	Of
23	(B) Comply with subdivision (d)(1) of this section.
24	(3) In addition to the provisions of subdivision (d)(2), an
25	institution of higher education that is not in compliance with this section
26	shall not be eligible to accept state aid from the Higher Education Grants
27	Fund account on behalf of a student.
28	(e)(1) The student data provided to the bureau under this section are
29	not subject to release under the Freedom of Information Act of 1967, § 25-19
30	101 et seq₊
31	(2) The bureau shall not release any personally identifiable
32	student data received under this section.
33	(f)(1) The bureau shall inform the Department of Higher Education of
34	any data used in the preparation of reports and provide the department at
35	least two (2) working days to review any student-related data used in
36	preparation of reports before publicly releasing that student-related data

2	(2) This subsection (f) does not waive the confidentiality of a
3	request of a member of the General Assembly under § 10-2-129.
4	(g) The department shall collect the release of information form
5	required under this section during the application process for state-
6	supported student financial assistance for all formats of the application.
7	(h) The department shall establish a standardized method to be used by
8	all institutions of higher education in the state to collect electronically
9	from all students the release of information form required under this
10	section.
11	
12	SECTION 12. Arkansas Code § 6-85-216(a), concerning reports from
13	institutions of higher education to the Department of Higher Education, is
14	amended to add an additional subdivision to read as follows:
15	(3)(A) An approved institution of higher education shall
16	undertake the procedures necessary to ensure the collection and reporting of
17	student information under this section.
18	(B) An approved institution of higher education may lose
19	its approved status for receiving scholarship funds on behalf of a recipient
20	under this subchapter if it fails to make a good-faith effort to comply with
21	this section.
22	(C) In addition to the provisions of subdivision (a)(3)(B)
23	of this section, an institution of higher education that does not comply with
24	this section shall not be eligible to accept state aid from the Higher
25	Education Grants Fund Account on behalf of a student.
26	
27	SECTION 13. Arkansas Code § 6-85-217, concerning information provided
28	to the Bureau of Legislative Research by the Department of Higher Education,
29	is amended to read as follows:
30	(a)(1) The Department of Higher Education shall provide the following
31	data to the Bureau of Legislative Research through the Arkansas Higher
32	Education Information System under § 6-60-901 et seq., the following data
33	when requested for the purpose of assisting the General Assembly with
34	evaluation and analysis under this subchapter:
35	$\frac{(A)}{(1)}$ Existing individual student data;
36	(B)(2) Institutional data;

without personally identifiable data.

1	(C)(3) Financial data;
2	(D)(4) Aggregate student scholarship and grant application and
3	award data; and
4	(5) Remedial course data; and
5	(E)(6) Other data needed to track scholarship and grant students
6	receiving state-supported student financial assistance from year to year.
7	(2) Annually on the first business day of November, the
8	department shall submit to the bureau a report created from the information
9	under subdivision (a)(1) of this section from all students based on the
10	previous academic year.
11	(3) The department shall provide to the bureau the data files of
12	students who have consented to the release of their information under § 6-85-
13	215 on the following schedule:
14	(A) Annually, for data collected from students who have
15	consented, the department shall provide:
16	(i) By October 31, the summer II end-of-term data
17	files and the fall-term data files for the current academic year;
18	(ii) By February 28, the fall end-of-term data files
19	and the spring-term data files for the current academic year;
20	(iii) By June 30, the spring end-of-term data files
21	and the summer-I-term data files for the current academic year; and
22	(iv) By August 15:
23	(a) The summer I end-of-term data files and
24	the summer-II-term data files for the current academic year; and
25	(b) The end-of-year data file for the academic
26	year just ended, containing data from all of the previous end-of-term data
27	files for the academic year just ended; and
28	(B) When requested by the bureau.
29	(4) The bureau shall use only the data from end-of-term data
30	files for official reporting.
31	(5) Annually, the department shall provide to the bureau data
32	files from all students who applied for state-supported student financial
33	assistance for the upcoming academic year on the following schedule:
34	(Λ) Within thirty (30) days of the submission deadline for
35	the state-supported student financial assistance application, a file
26	containing information on all students the applied for state supported

1	student financial assistance;
2	(B) Within sixty (60) days of the submission deadline for
3	the state-supported student financial assistance application, a file
4	containing information on all applicants and their award status for state-
5	supported student financial assistance; and
6	(C) Within thirty (30) days of the dispersal of state-
7	funded financial aid to the institutions, a file containing information on
8	all students who received state-supported student financial assistance.
9	(b)(1) To maintain confidentiality of individual student records in
10	accordance with the Family Educational Right to Privacy Act, 20 U.S.C. §
11	1232g, the Department of Higher Education shall establish a system for
12	removing or recoding any personally identifiable student data in student
13	records that are used by the bureau for research and evaluation of
14	scholarships and grants funded with net proceeds from the state lottery and
15	those funded with nonlottery state educational resources.
16	(2) The bureau shall assist the Department of Higher Education
17	by providing input concerning the development or modification of the system.
18	(3)(A) The Director of the Bureau of Legislative Research may
19	seek an opinion from the Family Policy Compliance Office of the United States
20	Department of Education concerning the Department of Higher Education's
21	system, any proposed modification of the system, or any request for
22	information made by the bureau under this section.
23	(B) The director may request the Department of Higher
24	Education to seek the opinion on behalf of the bureau.
25	
26	SECTION 14. Arkansas Code § 6-85-219, concerning reports to
27	legislative committees, is amended to read as follows:
28	(a)(1) Quarterly during fiscal years 2010 and 2011, the Department of
29	Higher Education shall report to the Arkansas Lottery Commission Legislative
30	Oversight Committee:
31	(Λ) The information required by subsection (b) of this
32	section to the extent the information is available;
33	(B) The costs of administering scholarships funded with
34	net proceeds from the state lottery;
35	(C) Projected levels of state funding for scholarships and
36	grants;

1	(D) Recommendations for changes to the program, including
2	without limitation adjustments to eligibility requirements of the Arkansas
3	Academic Challenge Scholarship Program and award levels; and
4	(E) Other data the committee or the General Assembly may
5	require.
6	(2) The Arkansas Lottery Commission Legislative Oversight
7	Committee may specify criteria related to any item of information required by
8	this section.
9	$\frac{(b)(1)}{(a)(1)}$ Annually by $\frac{1}{a}$ August 1, the $\frac{1}{a}$ August 1
10	<u>Higher Education</u> shall report to the Arkansas Lottery Commission Legislative
11	Oversight Committee in the manner and format that the committee requires on
12	all state-supported student financial assistance awarded by the department
13	and awarded by approved institutions of higher education.
14	(2) The information provided shall include without limitation:
15	(A) Current year expenditures for scholarships and grants
16	under the program;
17	(B) Projected obligations for succeeding years from each
18	scholarship or grant funding source;
19	(C) Fund balances for the:
20	(i) Higher Education Grants Fund Account; and
21	(ii) Trust accounts maintained by the Director of
22	the Department of Higher Education to hold the net proceeds from the state
23	lottery;
24	(D) An evaluation of whether the net proceeds from the
25	state lottery available for the program supplements and does not supplant
26	nonlottery state educational resources;
27	(E) Recommendations for changes to the program, including
28	without limitation:
29	(i) Adjustments to the eligibility requirements of
30	the program; and
31	(ii) Increases or decreases in the amounts awarded
32	for an Arkansas Academic Challenge Scholarship based on the amount of net
33	proceeds from the state lottery available; and
34	(F)(E) Any other Other information that the Arkansas
35	Lottery Commission Legislative Oversight Committee or the General Assembly
36	may request requests.

1	(b) Annually by December 1, the department shall report to the
2	Arkansas Lottery Commission Legislative Oversight Committee its
3	recommendations for changes to the program, including without limitation:
4	(1) Adjustments to the eligibility requirements of the program;
5	<u>and</u>
6	(2) Increases or decreases in the amounts awarded for an
7	Arkansas Academic Challenge Scholarship based on the amount of net proceeds
8	from the state lottery available.
9	
10	SECTION 15. Arkansas Code § 23-115-304(b)(1), concerning participation
11	of Arkansas Lottery Commission employees in the Arkansas Public Employees'
12	Retirement System, is amended to read as follows:
13	(b)(1) A commission employee's compensation for retirement purposes
14	shall be the amount determined by the commission includes only the base
15	salary of the employee under §§ § 23-115-305 and 23-115-307 and shall not
16	include a special salary allowance under § 23-115-306 used to increase the
17	employee's salary.
18	
19	SECTION 16. Arkansas Code \S 23-115-601(f)(5)(C) and (D), concerning
20	the application for lottery retailers, is amended to read as follows:
21	(C) (i) A person applying to become a retailer shall be
22	charged a uniform application fee determined by rule for each lottery
23	outlet .
24	(ii) The application fee shall take into account the
25	cost of a state and federal criminal background check under subsection (e) of
26	this section; and
27	(D) All retailer licenses may be renewable annually in the
28	discretion of the commission unless canceled or terminated by the
29	commission -; and
30	(E) The commission may establish by rule a reasonable fee
31	for the issuance, reissuance, fine, or penalty associated with the process,
32	procedures, or enforcement necessary to issue or maintain a retailer license,
33	including without limitation to cover the cost of:
34	(i) An initial and any subsequent state and federal
35	criminal background check under this subchapter; and
36	(ii) The reporting, communications technology, and

1	banking processes necessary to implement and enforce this subchapter.
2	
3	SECTION 17. Arkansas Code § 23-115-801(d), concerning lottery
4	proceeds, is amended to read as follows:
5	(d)(1) The General Assembly finds that:
6	(A) The administration of scholarships with proceeds from
7	the lottery are expenses of the commission; and
8	(B) Because the department has the expertise and
9	experienced staff needed to efficiently and appropriately administer the
10	scholarships, the commission shall use the services of the department to
11	administer scholarships funded with net proceeds from the lottery.
12	(2)(A) Annually by April 1, the department shall provide to the
13	commission and to the Arkansas Lottery Commission Legislative Oversight
14	Committee the department's budget for the administrative expenditures allowed
15	under this subsection.
16	(B) Annually by October 31, the department shall provide
17	an invoice to the commission for reimbursement of the administrative
18	expenditures allowed under this subsection including, without limitation:
19	(i) For each employee the:
20	(a) Type of position, whether full-time, part-
21	time, permanent or temporary; and
22	(b) Salary paid;
23	(ii) A description of other expenditures requested
24	in the invoice; and
25	(iii) An explanation of the increase, if any, of
26	actual expenditures over the budgeted expenditures.
27	(3)(A) Annually by November 1, the commission shall file a copy
28	of the invoice with the Arkansas Lottery Commission Legislative Oversight
29	Committee for its review.
30	(B) The Arkansas Lottery Commission Legislative Oversight
31	Committee shall review the invoice and forward its comments, if any, to the
32	<pre>commission.</pre>
33	(C) The commission shall reimburse the department for the
34	costs of administering the scholarship awards funded with net proceeds from
35	the lottery after $\frac{1}{1}$
36	Commission Legislative Oversight Committee Arkansas Lottery Commission

1	Legislative Oversight Committee's review under this subsection (d).
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3	SECTION 18. EMERGENCY CLAUSE. It is found and determined by the
4	General Assembly of the State of Arkansas that increasing the number of
5	Arkansans obtaining postsecondary credentials is critical to the economic
6	health of the state and its citizens; that the Arkansas Scholarship Lottery
7	provides the opportunity for tens of thousands of Arkansans to obtain
8	postsecondary education; that the deadline for scholarship applications is
9	June 1; that the financial integrity of the Arkansas Scholarship Lottery is
10	critical to the continued existence of the scholarships; and that this act is
11	immediately necessary because the Department of Higher Education must
12	promulgate rules to implement this act well before June 1, 2013, in order to
13	provide eligible Arkansans the opportunity to apply for the scholarship.
14	Therefore, an emergency is declared to exist and this act being immediately
15	necessary for the preservation of the public peace, health, and safety shall
16	become effective on:
17	(1) The date of its approval by the Governor;
18	(2) If the bill is neither approved nor vetoed by the Governor,
19	the expiration of the period of time during which the Governor may veto the
20	bill; or
21	(3) If the bill is vetoed by the Governor and the veto is
22	overridden, the date the last house overrides the veto.
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