

1 State of Arkansas
2 91st General Assembly
3 Regular Session, 2017
4
5 By: Senator E. Williams
6

A Bill

SENATE BILL 121

For An Act To Be Entitled

8 AN ACT CONCERNING LOANS MADE TO THE DEPARTMENT OF
9 CORRECTION FROM THE BUDGET STABILIZATION TRUST FUND;
10 TO AMEND THE REPAYMENT PROVISIONS REGARDING LOANS
11 MADE TO THE DEPARTMENT OF CORRECTION FROM THE BUDGET
12 STABILIZATION TRUST FUND; AND FOR OTHER PURPOSES.
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Subtitle

15 TO AMEND THE REPAYMENT PROVISIONS
16 REGARDING LOANS MADE TO THE DEPARTMENT OF
17 CORRECTION FROM THE BUDGET STABILIZATION
18 TRUST FUND.
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22 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:
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24 SECTION 1. Arkansas Code § 19-5-501(b)(1)(B), concerning the Budget
25 Stabilization Trust Fund, is amended to read as follows:

26 (B) The loans made to the Department of Correction ~~Farm~~
27 ~~Fund are to~~ shall be repaid on or before June 30 of the fiscal year following
28 the fiscal year in which the loan was made ~~after the amount of the~~
29 ~~outstanding loan made the previous fiscal year has been reduced by the value~~
30 ~~of products produced or processed on the farm that were consumed by inmates~~
31 ~~and other authorized personnel, in amounts as determined and certified by the~~
32 ~~Legislative Auditor to the Chief Fiscal Officer of the State. Processed beef~~
33 ~~purchased by the Department of Correction must be U.S. labeled. The value of~~
34 ~~products produced or processed on the farm that were consumed by inmates and~~
35 ~~other authorized personnel shall be based upon prices obtained by the~~
36 ~~Department of Correction and the State Procurement Director for purchasing~~



1 ~~similar products and quantities on the open market for other state agencies,~~
2 ~~institutions, and universities. However, the Chief Fiscal Officer of the~~
3 ~~State may grant an extension not to exceed sixty (60) days for repayment of~~
4 ~~loans made to the Department of Correction Farm Fund upon receipt by the~~
5 ~~Chief Fiscal Officer of the State of a certification by the Director of the~~
6 ~~Department of Correction that farm products are held in storage or are on~~
7 ~~hand that exceed in market value the amount of loans that are due, and the~~
8 ~~Chief Fiscal Officer of the State may grant an additional extension not to~~
9 ~~exceed sixty (60) days for repayment of the loan made to the Department of~~
10 ~~Correction Farm Fund, after obtaining the advice of the Legislative Council~~
11 ~~in regard to a request from the Department of Correction for the additional~~
12 ~~sixty-day extension for repayment of the loan. Loans made to the Department~~
13 ~~of Correction Prison Industry Fund for operation expenses shall be repaid on~~
14 ~~or before June 30 of the fiscal year in which the loan was made, but loans~~
15 ~~made for the purchase of equipment necessary for implementing the various~~
16 ~~industries shall be repaid from time to time.~~

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18 SECTION 2. EFFECTIVE DATE. Section 1 of this act is effective on and
19 after July 1, 2019.