1	State of Arkansas	As Engrossed: $S2/1$ A Bill	14/18	
2	91st General Assembly	A DIII		
3	Fiscal Session, 2018			SENATE BILL 10
4				
5	By: Joint Budget Comm	ittee		
6		For An Ast To Do Fr	• 4 : 4] • d	
7		For An Act To Be En		
8		TO MAKE AN APPROPRIATION FO		
9		ERATING EXPENSES FOR THE DEP		
10		ION FOR THE FISCAL YEAR ENDI	NG JUNE 30,	2019;
11 12	AND FOR	R OTHER PURPOSES.		
12				
13		Subtitle		
15	A	N ACT FOR THE DEPARTMENT OF	HIGHER	
16	E	DUCATION APPROPRIATION FOR T	THE 2018-201	9
17	F	ISCAL YEAR.		
18				
19				
20	BE IT ENACTED BY TH	HE GENERAL ASSEMBLY OF THE S	TATE OF ARKA	ANSAS:
21				
22	SECTION 1. RE	EGULAR SALARIES - GENERAL OP	ERATIONS.	There is hereby
23	established for the	e Department of Higher Educa	tion for the	e 2018-2019 fiscal
24	year, the following	g 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	2018-2019
30	(1) U024U DHE D	IRECTOR	1	GRADE SE05
31	(2) U089U DHE DI	EPUTY DIRECTOR	1	GRADE SE02
32	(3) DO22N IT SEN	NIOR PROJECT MANAGER	1	GRADE IT09
33	(4) D007C INFORM	MATION SYSTEMS MANAGER	1	GRADE IT08
34	(5) D028C SENIO	R SOFTWARE SUPPORT SPECIALIS	Т 2	GRADE IT07
35	(6) D016C SENIO	R TECHNOLOGY ANALYST	1	GRADE ITO6
36	(7) NOO2N DHE SI	ENIOR ASSOC DIRECTOR	3	GRADE GS15



.

1	(8)	N055N DHE ASSOCIATE DIRECTOR	1	GRADE GS14
2	(9)	A010C AGENCY CONTROLLER II	1	GRADE GS13
3	(10)	N054N DHE CAREER PATHWAYS DIRECTOR	1	GRADE GS13
4	(11)	G019C GENERAL COUNSEL	1	GRADE GS13
5	(12)	N106N PRIVATE CAREER EDUCATION BOARD DIR	1	GRADE GS13
6	(13)	A027C ACCOUNTING OPERATIONS MANAGER	1	GRADE GS11
7	(14)	G058C DHE FEDERAL PROGRAM MANAGER	2	GRADE GS11
8	(15)	G071C DHE PROGRAM COORDINATOR	6	GRADE GS10
9	(16)	G102C DHE PROGRAM SPECIALIST	16	GRADE GS09
10	(17)	A038C FISCAL SUPPORT MANAGER	1	GRADE GS09
11	(18)	P005C DHE COMMUNICATIONS COORDINATOR	1	GRADE GS08
12	(19)	R014C PERSONNEL MANAGER	1	GRADE GS08
13	(20)	A084C PROGRAM/FIELD AUDIT SPECIALIST	1	GRADE GS06
14	(21)	CO56C ADMINISTRATIVE SPECIALIST III	1	GRADE GS04
15		MAX. NO. OF EMPLOYEES	45	

16

17 SECTION 2. EXTRA HELP - GENERAL OPERATIONS. There is hereby 18 authorized, for the Department of Higher Education for the 2018-2019 fiscal 19 year, the following maximum number of part-time or temporary employees, to be 20 known as "Extra Help", payable from funds appropriated herein for such 21 purposes: fifteen (15) temporary or part-time employees, when needed, at 22 rates of pay not to exceed those provided in the Uniform Classification and 23 Compensation Act, or its successor, or this act for the appropriate 24 classification.

25

31

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, 2019, the following:

32	ITEM		FISCAL YEAR
33	NO.		2018-2019
34	(01)	REGULAR SALARIES	\$2,096,240
35	(02)	EXTRA HELP	3,000
36	(03)	PERSONAL SERVICES MATCHING	645,054

2

1	(04) MAINT. & GEN. OPERATION	
2	(A) OPER. EXPENSE	912,755
3	(B) CONF. & TRAVEL	25,000
4	(C) PROF. FEES	100,000
5	(D) CAP. OUTLAY	35,000
6	(E) DATA PROC.	0
7	TOTAL AMOUNT APPROPRIATED	\$3,817,049
8		
0		ΓΑΨΕ ΒΟΑΟΝ ΟΕ ΟΟΤΩΑΨΕ ΟΑΟΕΕΟ ΕΝΠΟΑΨΤΟΝ

9 SECTION 4. APPROPRIATION - STATE BOARD OF PRIVATE CAREER EDUCATION 10 OPERATIONS. There is hereby appropriated, to the Department of Higher 11 Education, to be payable from the Private Career Education Fund, for personal 12 services and operating expenses of the State Board of Private Career 13 Education for the fiscal year ending June 30, 2019, the following:

14

15	ITEM		FISCAL YEAR
16	NO.		2018-2019
17	(1)	REGULAR SALARIES	\$185 , 260
18	(2)	EXTRA HELP	20,000
19	(3)	PERSONAL SERVICES MATCHING	59,702
20	(4)	MAINT. & GEN. OPERATION	
21		(A) OPER. EXPENSE	63,000
22		(B) CONF. & TRAVEL	4,000
23		(C) PROF. FEES	6,000
24		(D) CAP. OUTLAY	0
25		(E) DATA PROC.	0
26		TOTAL AMOUNT APPROPRIATED	\$337,962

27

SECTION 5. EXTRA HELP - STATE BOARD OF PRIVATE CAREER EDUCATION 28 29 OPERATIONS. There is hereby authorized, for the State Board of Private 30 Career Education for the 2018-2019 fiscal year, the following maximum number 31 of part-time or temporary employees, to be known as "Extra Help", payable 32 from funds appropriated herein for such purposes: two (2) temporary or part-33 time employees, when needed, at rates of pay not to exceed those provided in 34 the Uniform Classification and Compensation Act, or its successor, or this 35 act for the appropriate classification.

3

1 SECTION 6. APPROPRIATION - STUDENT ASSISTANCE GRANTS AND VARIOUS 2 SCHOLARSHIPS. There is hereby appropriated, to the Department of Higher 3 Education, to be payable from the Higher Education Grants Fund Account, for 4 providing student assistance grants and various scholarships as provided by 5 law of the Department of Higher Education for the fiscal year ending June 30, 6 2019, the following:

7

8	ITEM		FISCAL YEAR
9	NO.		2018-2019
10	(01)	HIGHER EDUCATION OPPORTUNITIES GRANT	\$6,000,000
11	(02)	SREB MINORITY DOCTORAL SCHOLARS	175,000
12	(03)	WASHINGTON CENTER SCHOLARSHIPS	100,000
13	(04)	TUITION ADJUSTMENT	350,000
14	(05)	AR ACADEMIC CHALLENGE SCHOLARSHIPS	25,000,000
15	(06)	AR GOVERNOR'S SCHOLAR	15,200,000
16	(07)	STUDENT UNDERGRADUATE RESEARCH	
17		FELLOWSHIP PROGRAM (SURF)	150,000
18	(08)	NATIONAL GUARD TUITION ASSISTANCE	
19		PROGRAM	1,400,000
20	(09)	SINGLE PARENT SCHOLARSHIP PROGRAM	175,000
21	(10)	STATE TEACHER EDUCATION PROGRAM	2,000,000
22	(11)	TEACHER OPPORTUNITY PROGRAM	1,500,000
23	(12)	WORKFORCE IMPROVEMENT GRANTS	3,000,000
24	(13)	AR GEOGRAPHICAL CRITICAL NEEDS	
25		MINORITY TEACHER SCHOLARSHIPS	150,000
26	(14)	DEPENDENTS OF LAW ENFORCEMENT	
27		OFFICERS, ETC. SCHOLARSHIPS	400,000
28	(15)	DEPENDENTS OF POWS, MIAS,	
29		KIAS-TUITION WAIVER	
30		SCHOLARSHIPS	450,000
31	(16)	ARKANSAS FUTURE GRANT	9,000,000
32		TOTAL AMOUNT APPROPRIATED	\$65,050,000
33			
34		SECTION 7. APPROPRIATION - TECHNICAL EDUCATION - F	EDERAL PROGRAMS.

35 There is hereby appropriated, to the Department of Higher Education, to be 36 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 - Technical Education - Federal Programs for the fiscal year ending June 30, 2019, the following:

5 6	ITEM NO.		FISCAL YEAR 2018-2019
7	(01)	REGULAR SALARIES	\$141,909
8	(02)	PERSONAL SERVICES MATCHING	42,336
9	(03) l	MAINT. & GEN. OPERATION	
10	()	A) OPER. EXPENSE	77,251
11	(]	B) CONF. & TRAVEL	40,700
12	()	C) PROF. FEES	85,000
13	(]	D) CAP. OUTLAY	0
14	(]	E) DATA PROC.	0
15	Т	OTAL AMOUNT APPROPRIATED	\$387,196

16

23

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17 SECTION 8. APPROPRIATION - RESEARCH DEVELOPMENT PROGRAM. There is 18 hereby appropriated, to the Department of Higher Education, to be payable 19 from the Higher Education Research Development Fund, for providing Arkansas 20 Research Development Program Grants to Institutions of Higher Education by 21 the Department of Higher Education for the fiscal year ending June 30, 2019, 22 the following:

24	ITEM		FISCAL YEAR
25	NO.		2018-2019
26	(01)	RESEARCH AND DEVELOPMENT PROGRAM	
27		GRANTS	\$1,000,000
28			

29 SECTION 9. APPROPRIATION - HEALTH EDUCATION GRANTS AND LOANS. There is 30 hereby appropriated, to the Department of Higher Education, to be payable from the Higher Education Grants Fund Account, for payments of the contracts 31 32 and loans with participating out-of-state institutions of higher learning in 33 the fields of dentistry, optometry, osteopathy, veterinary medicine, 34 chiropractic, and podiatry for the education of Arkansas citizens, by the 35 Department of Higher Education for the fiscal year ending June 30, 2019, the 36 following:

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1		
2	ITEM	FISCAL YEAR
3	NO.	2018-2019
4	(01) CHIROPRACTIC AID	\$260,000
5	(02) DENTAL AID - GRANTS	2,750,000
6	(03) OPTOMETRY AID - GRANTS	500,000
7	(04) OSTEOPATHY AID	50,000
8	(05) PODIATRY AID	130,400
9	(06) VETERINARY AID	1,500,000
10	(07) DENTAL AID - LOANS	987,370
11	(08) OPTOMETRY AID - LOANS	140,000
12	(09) VETERINARY MED. LOAN FORGIVENESS	
13	PROGRAM	250,000
14	TOTAL AMOUNT APPROPRIATED	<u>\$6,567,770</u>
15		
16	SECTION 10. APPROPRIATION - CASH. There is hereby	appropriated, to the
17	Department of Higher Education, to be payable from the c	cash fund deposited in
18	the State Treasury as determined by the Chief Fiscal Off	ficer of the State,
19	for operating expenses of the Department of Higher Educa	ation for the fiscal
20	year ending June 30, 2019, the following:	
21		
22	ITEM	FISCAL YEAR
23	NO.	2018-2019
24	(01) MAINT. & GEN. OPERATION	
25	(A) OPER. EXPENSE	\$262,000
26	(B) CONF. & TRAVEL	30,000
27	(C) PROF. FEES	63,000
28	(D) CAP. OUTLAY	0
29	(E) DATA PROC.	0
30	(02) SCHOLARSHIPS	50,000
31	TOTAL AMOUNT APPROPRIATED	\$405,000
32		
33	SECTION 11. APPROPRIATION - PRIVATE CAREER EDUCATI	ION BOARD - CASH.
34	There is hereby appropriated, to the Department of Highe	er Education, to be
35	payable from the cash fund deposited in the State Treasu	iry as determined by
36	the Chief Fiscal Officer of the State, for operating exp	penses of the State

Board of Private Career Education for the fiscal year ending June 30, 2019,
 the following:

ITE	1	FISCAL YEAR
NO	<u>. </u>	2018-2019
(1)	MAINT. & GEN. OPERATION	
	(A) OPER. EXPENSE	\$28,087
	(B) CONF. & TRAVEL	8,898
	(C) PROF. FEES	8,000
	(D) CAP. OUTLAY	0
	(E) DATA PROC.	0
	TOTAL AMOUNT APPROPRIATED	\$44 ,9 85
	SECTION 12. APPROPRIATION - STUDENT PROTECTION TRUST.	There is hereby
app	ropriated, to the Department of Higher Education, to be	payable from the
Priv	vate Career School Student Protection Trust Fund, for ex	penses, claims,
and	fees of the State Board of Private Career Education for	the fiscal year
end	ing June 30, 2019, the following:	
ITE	N. A.	FISCAL YEAR
NO	<u>. </u>	2018-2019
(1)	EXPENSES/CLAIMS/FEES	\$500,000
	SECTION 13. APPROPRIATION - TANF PROGRAM - FEDERAL.	There is hereby
app	ropriated, to the Department of Higher Education, to be	payable from the
fede	eral funds as designated by the Chief Fiscal Officer of	the State, for
pera	sonal services and operating expenses of the Department	of Higher
Edu	cation - TANF Program - Federal for the fiscal year endi	ng June 30, 2019
the	following:	
ITE	Ŋ	FISCAL YEAR
NO		2018-2019
(01)) REGULAR SALARIES	\$221,169
(02)) PERSONAL SERVICES MATCHING	65,391
100) MAINT. & GEN. OPERATION	
(03)		

7

1	(B) CONF. & TRAVEL	10,000
2	(C) PROF. FEES	14,784
3	(D) CAP. OUTLAY	0
4	(E) DATA PROC.	0
5	(04) SELF SUFFICIENCY/JOB TRAINING GRANTS	6,793,551
6	TOTAL AMOUNT APPROPRIATED	\$7,150,000
7		
8	SECTION 14. APPROPRIATION - COLLEGE ACCESS CHALLENGE	GRANT. There is
9	hereby appropriated, to the Department of Higher Education,	to be payable
10	from the federal funds as designated by the Chief Fiscal Of	ficer of the
11	State, for operating expenses of the Department of Higher E	ducation - College
12	Access Challenge Grant Program - Federal for the fiscal year	r ending June 30,
13	2019, the following:	
14		
15	ITEM	FISCAL YEAR
16	<u>NO.</u>	2018-2019
17	(01) MAINT. & GEN. OPERATION	
18	(A) OPER. EXPENSE	\$586 , 000
19	(B) CONF. & TRAVEL	14,000
20	(C) PROF. FEES	100,000
21	(D) CAP. OUTLAY	0
22	(E) DATA PROC.	0
23	TOTAL AMOUNT APPROPRIATED	\$700,000
24		
25	SECTION 15. APPROPRIATION - WEB BASED APPLICATIONS.	There is hereby
26	appropriated, to the Department of Higher Education, to be	payable from the
27	Higher Education Grants Fund Account, for personal services	and operating
28	expenses associated with web based applications of the Depa	rtment of Higher
29	Education for the fiscal year ending June 30, 2019, the fol	lowing:
30		
31	ITEM	FISCAL YEAR
32	NO.	2018-2019
33	(01) WEB BASED APPLICATIONS PERSONAL	
34	SERVICES AND OPERATING EXPENSES	\$1,000,000
35		
36	SECTION 16. APPROPRIATION - SCHOLARSHIP ADMINISTRATION	N. There is

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1 hereby appropriated, to the Department of Higher Education, to be payable 2 from the Higher Education Grants Fund Account, for personal services and operating expenses of the Department of Higher Education - Scholarship 3 4 Administration for the fiscal year ending June 30, 2019, the following:

- 5
- 6 TTEM

6	ITEM		FISCAL YEAR
7	NO.		2018-2019
8	(01)	REGULAR SALARIES	\$360,316
9	(02)	EXTRA HELP	10,000
10	(03)	PERSONAL SERVICES MATCHING	112,912
11	(04)	MAINT. & GEN. OPERATION	
12		(A) OPER. EXPENSE	130,000
13		(B) CONF. & TRAVEL	0
14		(C) PROF. FEES	150,000
15		(D) CAP. OUTLAY	35,000
16		(E) DATA PROC.	0
17		TOTAL AMOUNT APPROPRIATED	\$798,228

18

25

36

19 SECTION 17. APPROPRIATION - COMPLETE COLLEGE AMERICA GRANT PROGRAM. 20 There is hereby appropriated, to the Department of Higher Education, to be 21 payable from the cash fund deposited in the State Treasury as determined by 22 the Chief Fiscal Officer of the State, for operating expenses of the 23 Department of Higher Education - Complete College America Grant Program for 24 the fiscal year ending June 30, 2019, the following:

26	ITEM	FISCAL YEAR
27	NO.	2018-2019
28	(01) MAINT. & GEN. OPERATION	
29	(A) OPER. EXPENSE	\$75,000
30	(B) CONF. & TRAVEL	0
31	(C) PROF. FEES	0
32	(D) CAP. OUTLAY	0
33	(E) DATA PROC.	0
34	TOTAL AMOUNT APPROPRIATED	\$75,000
35		

SECTION 18. APPROPRIATION - OUTCOME-CENTERED FUNDING AWARDS. There is

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1 hereby appropriated, to the Department of Higher Education, to be payable 2 from the Department of Higher Education Fund Account, for distribution of 3 Outcome-Centered Funding Awards to Institutions of Higher Education by the 4 Department of Higher Education for the fiscal year ending June 30, 2019, the 5 following:

6

12

7	ITEM		FISCAL YEAR
8	NO.		2018-2019
9	(01)	OUTCOME-CENTERED AWARDS - UNIVERSITIES	\$40,320,284
10	(02)	OUTCOME-CENTERED AWARDS - COLLEGES	14,192,418
11		TOTAL AMOUNT APPROPRIATED	\$54,512,702

- SECTION 19. APPROPRIATION WORKFORCE INITIATIVE ACT OF 2015. There is 13 14 hereby appropriated, to the Department of Higher Education, to be payable 15 from the Workforce Initiative Act of 2015 Fund, for workforce education 16 grants, administrative, and operating expenses of the Department of Higher 17 Education - Workforce Initiative Act of 2015 for the fiscal year ending June 18 30, 2019, the following:
- 19

20 -----

20	ITEM		FISCAL YEAR
21	NO.		2018-2019
22	(01)	WORKFORCE INITIATIVE ACT OF 2015	
23		EXPENSES	\$8,000,000

24

25 SECTION 20. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 26 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. EMERGENCY 27 GRANTS & EXTRA HELP POOL. An Institution of higher education that suffers an 28 emergency/disaster event resulting in all or a significant portion of campus 29 operations being interrupted, may request disaster assistance through the 30 Arkansas Department of Higher Education. Upon the declaration of an 31 emergency by the Governor, the institution may request, subject to the 32 recommendation of the Director of the Department of Higher Education and 33 approval of the Governor, a grant from the Disaster Relief Fund to assist in 34 returning that campus to operation and/or to a sister campus providing 35 services to the students from the affected campus. Certified law enforcement 36 officers employed by an institution of higher education may be granted

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jurisdiction at the sister institution, upon agreement of both institutions. The Department of Higher Education is authorized a pool of 500 extra help positions for use in such emergency situations. These positions may be assigned to the campus suffering the disaster event or to a sister campus providing services to the students from the affected campus. The Governor may waive the 1,500 hour limit of ACA 6-63-314 on these assigned extra help pool positions.

8 The provisions of this section shall be in effect only from July 1, 2017
9 2018 through June 30, 2018 2019.

10

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

11

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, 2017
15 <u>2018</u> through June 30, 2018 <u>2019</u>.

16

17 SECTION 22. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 18 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. LOANS. In 19 order to provide timely payments under financial aid appropriations made in 20 this Act, the Chief Fiscal Officer of the State is authorized to provide 21 loans from the Budget Stabilization Trust Fund to make available all funds 22 attributable to the financial aid programs under the then current official 23 revenue estimates. In the event of an unanticipated state revenue shortfall, 24 any such loans remaining at the end of a fiscal year shall be repaid from 25 revenues distributed in the first two months of the next fiscal year. Funds 26 for appropriations made in this Act for purposes other than financial aid 27 shall not be affected by the application of this provision.

28 The provisions of this section shall be in effect only from July 1, 2017
29 <u>2018</u> through June 30, 2018 <u>2019</u>.

30

SECTION 23. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. WORK FORCE 2000 DEVELOPMENT FUND PROCEDURES. After the amounts to be made available to the various technical colleges have been determined as set out in Arkansas Code 26-51-205(d)(2)(A) and 26-51-205(d)(2)(B), such documents as may be necessary shall be processed so that funds may be transferred from the

12

1 Work Force 2000 Development Fund to the State Treasury fund or fund account 2 from which the technical college draws its general revenue support. Such funds as may be transferred shall not exceed 93.691% of the total funds 3 4 available from the Work Force 2000 Development Fund during the fiscal year. 5 In the event that a technical institute or comprehensive lifelong learning 6 center which receives support from the Work Force 2000 Development Fund as 7 determined by law transfers or merges into the Arkansas Technical College and 8 Community College System for which Work Force 2000 Development Fund monies 9 are determined by law, then the actual amount of support from the Work Force 10 2000 Development Fund in the preceding fiscal year for such educational 11 institution shall be made available irrespective of any other provision of 12 law which sets out maximum levels of support from such fund.

The funds distributed under Arkansas Code 26-51-205(d)(2)(C) in excess of 13 14 those amounts collected and distributed prior to June 30, 2014 shall be 15 deposited into the Skills Development Fund to be used only for personal 16 services, grants, operation, support, and improvement of occupational, 17 vocational, technical, and workforce development programs by the Department 18 of Career Education - Office of Skills Development. The distributions of 19 funds under Arkansas Code 26-51-205(d)(2)(C) in excess of those amounts 20 collected and distributed prior to June 30, 2014 shall not apply to proceeds 21 allocated to schools, colleges and educational institutions under Arkansas 22 Code 26-51-205(d)(2)(A) and 26-51-205(d)(2)(B).

The provisions of this section shall be in effect only from July 1, 2017
24 <u>2018</u> through June 30, 2018 <u>2019</u>.

25

SECTION 24. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. BUILDING MAINTENANCE FUND. After the sum of \$13,200,000 has been deposited into the Higher Education Building Maintenance Fund, any additional deposits are to be transferred to the Research Development Fund there to be used as provided by law.

The provisions of this section shall be in effect only from July 1, 2017
2018 through June 30, 2018 2019.

34

35 SECTION 25. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
 36 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. REFUND TO

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EXPENDITURES. Proceeds derived from the repayment of loans, grants, or
 scholarships funded by the Higher Education Grants Fund Account shall be
 deposited into the State Treasury fund from which it originated.

4 The provisions of this section shall be in effect only from July 1, 2017
5 <u>2018</u> through June 30, 2018 <u>2019</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. NATIONAL 9 GUARD TUITION INCENTIVE PROGRAM. In addition to any other provisions of law, 10 any student who receives assistance from the appropriation made for the 11 "National Guard Tuition Incentive Program" in this Act shall repay any loans 12 and/or assistance if the student receives a discharge that is a less than 13 Honorable Discharge. Priority for funding shall be given to students already 14 receiving assistance from the National Guard Tuition Incentive Program. 15 The provisions of this section shall be in effect only from July 1, 2017 16 2018 through June 30, 2018 2019.

17

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

28 The provisions of this section shall be in effect only from July 1, 2017
29 <u>2018</u> through June 30, 2018 <u>2019</u>.

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

1 for the following year. 2 The provisions of this section shall be in effect only from July 1, 2017 3 2018 through June 30, 2018 2019. 4 SECTION 29. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 5 6 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. 7 AUDIT/REVIEW OF STATE SCHOLARSHIP FUNDS. Any post-secondary institution that 8 receives state scholarship funds administered by the Arkansas Department of 9 Higher Education shall be subject to audit/review of such funds by the 10 Division of Legislative Audit, upon approval of the Legislative Joint Audit 11 Committee. 12 The provisions of this section shall be in effect only from July 1, 2017 13 2018 through June 30, 2018 2019. 14 15 SECTION 30. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 16 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. AUDIT 17 DATA. All post-secondary institutions shall provide to the Arkansas 18 Department of Higher Education a copy of the Integrated Post-Secondary 19 Education Data System (IPEDS) data within three weeks following the IPEDS due 20 date, which shall be subject to audit by the Arkansas Department of Higher 21 Education. 22 The provisions of this section shall be in effect only from July 1, 2017 23 2018 through June 30, 2018 2019. 24 25 SECTION 31. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 26 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. FUNDING 27 FOR SALARY INCREASES. New funding through the Revenue Stabilization Act 28 determined by the Arkansas Department of Higher Education to have been for 29 salary increases for the fiscal year for Institutions of Higher Education 30 shall be used exclusively for salary increases. New funding actually received 31 for salary increases shall be spent exclusively for salary increases based 32 upon the state general revenue portion of total unrestricted educational and 33 general revenue. Funding received under this provision shall be used for no 34 purpose other than to provide such salary increases. Any designated funds not 35 used for salary increases shall be recouped at the end of each fiscal year 36 and transferred to the General Revenue Allotment Reserve Fund.

The provisions of this section shall be in effect only from July 1, 2017
 2018 through June 30, 2018 2019.

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4 SECTION 32. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 5 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. DHE 6 PROGRAM COORDINATOR FUNDING. The Chief Fiscal Officer of the State shall 7 transfer sufficient funding for the fiscal year from the Higher Education 8 Grants Fund Account to the Department of Higher Education Fund Account in 9 order to finance the personal services costs of a DHE Program Coordinator. 10 The provisions of this section shall be in effect only from July 1, 2017 11 2018 through June 30, 2018 2019.

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SECTION 33. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 13 14 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. TRANSFER 15 PROVISION. Upon certification by the Director of the Department of Higher 16 Education that transfers are needed to make maximum utilization of funds and 17 appropriations provided for financial aid programs, and with the approval of 18 the Chief Fiscal Officer of the State and a review by the Arkansas 19 Legislative Council or Joint Budget Committee, funds and appropriations may 20 be transferred between financial aid programs to more adequately align the 21 appropriation with the number of eligible students.

The provisions of this section shall be in effect only from July 1, 2017
<u>2018</u> through June 30, 2018 2019.

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25 SECTION 34. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 26 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. TRANSFER 27 OF HIGHER EDUCATION GRANTS FUND APPROPRIATIONS - HEALTH EDUCATION GRANTS AND 28 LOANS. Upon certification to and with the approval of the Chief Fiscal 29 Officer of the State, surplus funds and appropriations may be transferred between the appropriations provided for "Health Education Grants and Loans" 30 31 by this Act by the General Assembly for Dental Aid Grants and Loans, 32 Optometry Aid, Veterinary Aid, Podiatry Aid, and Chiropractic Aid. 33 The provisions of this section shall be in effect only from July 1, 2017 34 2018 through June 30, 2018 2019. 35

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SECTION 35. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS

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

2 CONTINGENCY APPROPRIATIONS - TRANSFERS AND REPORTS. (a) Upon approval by the Department of Higher Education and the Chief Fiscal Officer of the State, 3 4 institutions of higher education may transfer appropriation from the cash 5 contingency appropriation to any other appropriation made to the institution 6 from cash funds including the establishment of commitment items, and may 7 transfer appropriation from the contingency appropriation made payable from 8 each institution's State Treasury Fund to the state operations appropriation 9 made payable from each institution's State Treasury Fund including the 10 establishment of commitment items, and may transfer appropriation from the 11 contingency appropriation made payable from the Tobacco Settlement Program 12 Fund Accounts to any other appropriation made to the institution from Tobacco 13 Settlement Program Fund Accounts including the establishment of commitment 14 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.

19 (c) The Department of Higher Education shall report contingency 20 appropriation transfers and the establishment of any commitment items 21 authorized by this Section to the Legislative Council or Joint Budget 22 Committee for review during its July meeting. The report shall include, by 23 institution, the establishment of, and the amounts transferred to, each 24 commitment item, the reasons therefor and the source of funds. Institutions 25 shall submit contingency appropriation transfer and commitment item 26 establishment requests authorized by this Section to the Department of Higher 27 Education no later than July 1. Upon the failure of an institution to submit 28 the required information by the July 1 deadline, the Department of Higher 29 Education shall immediately notify by written notification the chairpersons of the Legislative Council or Joint Budget Committee. 30

The provisions of this section shall be in effect only from July 1, 2017
2018 through June 30, 2018 2019.

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SECTION 36. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. STUDENT
 UNDERGRADUATE RESEARCH FELLOWSHIP (SURF) PROGRAM. The focus of the Student

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1 Undergraduate Research Fellowship (SURF) Program is the continued development 2 of undergraduate academic research efforts at Arkansas colleges and 3 universities. The Arkansas Department of Higher Education shall adopt rules 4 and regulations necessary for the proper administration of the Student 5 Undergraduate Research Fellowship Program. Administrative functions and 6 responsibilities may include, but not necessarily be limited to, the 7 development of eligibility criteria, collection of applications, coordination 8 of student evaluations, distribution of public notices, and funding of grants for academic research purposes. Staff of the Arkansas Department of Higher 9 10 Education shall administer this program. The Arkansas Department of Higher 11 Education shall be authorized to expense costs associated with the 12 administration of the program, from funds made payable from the Higher Education Grants Fund Account for the Student Undergraduate Research 13 14 Fellowship Program as authorized in the Student Assistance Grants and Various 15 Scholarships appropriation section of this Act.

16 The provisions of this section shall be in effect only from July 1, 2017
17 <u>2018</u> through June 30, 2018 <u>2019</u>.

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

26 The provisions of this section shall be in effect only from July 1, 2017
27 <u>2018</u> through June 30, 2018 <u>2019</u>.

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29 SECTION 38. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 30 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. COST 31 ALLOCATION. The Department of Higher Education may refund to the Higher 32 Education Fund Account or the Higher Education Grants Fund Account such 33 amounts determined by the Department to be reimbursements received from the 34 Office of the Arkansas Lottery for costs related to the administration of the 35 Arkansas Academic Challenge Scholarship Program.

36 The provisions of this section shall be in effect only from July 1, 2017

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1 <u>2018</u> through June 30, 2018 <u>2019</u>.

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SECTION 39. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 3 4 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. APPROPRIATION TRANSFER PROCEDURES - AR GEOGRAPHICAL CRITICAL NEEDS MINORITY 5 6 TEACHER SCHOLARSHIP PROGRAM. The Director of the Arkansas Department of 7 Higher Education shall determine the amount available, up to \$200,000 per 8 fiscal year, to fund the Arkansas Geographical Critical Needs Minority 9 Teacher Scholarships and shall certify to the Chief Fiscal Officer of the 10 State and the State Treasurer such amount as is required to be transferred 11 from the Higher Education Grants Fund Account. Upon receiving such 12 certification, the Chief Fiscal Officer of the State and the State Treasurer 13 shall cause to be transferred the necessary funds and appropriation to the 14 fund account of the University of Arkansas at Pine Bluff for implementation 15 of this program. The University of Arkansas at Pine Bluff may use up to 16 twenty percent (20%) of the funds and appropriation for administration of the 17 program.

18 The provisions of this section shall be in effect only from July 1, 2017
19 <u>2018</u> through June 30, 2019 <u>2019</u>.

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21 SECTION 40. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 22 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. OUTCOME-23 CENTERED FUNDING AWARDS. Upon certification of the Director of the 24 Department of Higher Education, the Chief Fiscal Officer of the State shall 25 transfer to the Department of Higher Education Fund Account certified amounts 26 based upon the outcome-centered funding policy of the Arkansas Higher 27 Education Coordinating Board from the State Treasury funds of the 28 Institutions of Higher Education. The Department of Higher Education will 29 distribute funds from the Outcome-Centered Funding Awards Appropriation based 30 upon the outcome-centered funding policy of the Arkansas Higher Education 31 Coordinating Board.

The provisions of this section shall be in effect only from July 1, 2017
2018 through June 30, 2018 2019.

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35 SECTION 41. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
 36 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW.

ADMINISTRATIVE FEES. The Department of Higher Education is authorized to recover non-refundable administrative fees related to the institutional certification and exemption process for out-of-state, non-public, and forprofit colleges and universities. These fees include a notification fee, an application processing fee, and travel expenses for the certification review teams.

7 The provisions of this section shall be in effect only from July 1, 2017
8 2018 through June 30, 2018 2019.

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SECTION 42. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 10 11 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. DHE 12 WORKFORCE INITIATIVE ACT FUNDING. The Chief Fiscal Officer of the State may transfer, on his or her books and those of the State Treasurer and the 13 14 Auditor of the State, funding up to the amount authorized in the Workforce 15 Initiative Act of 2015 appropriation section in this Act, from the Department 16 of Higher Education Fund Account to the Workforce Initiative Act of 2015 Fund 17 in order to finance the distribution of grants identified under §6-60-107. 18 The provisions of this section shall be in effect only from July 1, 2017 19 2018 through June 30, 2018 2019.

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21 SECTION 43. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS 22 CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. ARKANSAS 23 WORKS AND ARKANSAS HEALTH INSURANCE MARKETPLACE RESTRICTIONS. (a) As used in 24 this section, "Arkansas Works Program" means the Arkansas Works Program 25 established under the Identical Acts 2016 (2nd Ex. Sess.), Nos. 1 and 2, 26 Arkansas Code § 23-61-1001 et seq.

(b)(1) Determining the maximum number of employees, the maximum amount of appropriation, for what purposes an appropriation is authorized, and general revenue funding for a publicly supported institution of higher education each fiscal year is the prerogative of the General Assembly.

31 (2) The purposes of subdivision (b)(1) of this section are 32 typically accomplished by:

33 (A) Identifying the purpose in the appropriation act;
34 (B) Delineating such maximums in the appropriation act for
35 a publicly supported institution of higher education; and
36 (C) Delineating the general revenue allocations authorized

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1 for each fund and fund account by amendment to the Revenue Stabilization Law, 2 Arkansas Code § 19-5-101 et seq. (3) It is both necessary and appropriate that the General 3 4 Assembly restrict the use of appropriations authorized in the acts of 5 publicly supported institutions of higher education. 6 (c)(1) Except as provided in this subsection, the publicly supported 7 institutions of higher education shall not allocate, budget, expend, or 8 utilize any appropriation authorized by the General Assembly for the purpose 9 of advertisement, promotion, or other activities designed to promote or 10 encourage enrollment in the Arkansas Health Insurance Marketplace or the 11 Arkansas Works Program, including without limitation: 12 (A) Unsolicited communications mailed to potential 13 recipients; 14 (B) Television, radio, or online commercials; 15 (C) Billboard or mobile billboard advertising; 16 (D) Advertisements printed in newspapers, magazines, or 17 other print media; and 18 (E) Internet websites and electronic media. 19 This subsection does not prohibit the publicly supported (2) 20 institutions of higher education from: 21 (A) Direct communications with licensed insurance agents; 22 (B) Solicited communications with potential recipients; 23 (C)(i) Responding to an inquiry regarding the coverage for 24 which a potential recipient might be eligible, including without limitation 25 providing educational materials or information regarding any coverage for 26 which the individual might qualify. 27 (ii) Educational materials and information 28 distributed under subdivision (c)(2)(C)(i) of this section shall contain only 29 factual information and shall not contain subjective statements regarding the 30 coverage for which the potential recipient might be eligible; and 31 (D) Using an Internet website for the exclusive purpose of 32 enrolling individuals in the Arkansas Health Insurance Marketplace or the 33 Arkansas Works Program. 34 The publicly supported institutions of higher education shall not (d) 35 apply for or accept any funds, including without limitation federal funds, 36 for the purpose of advertisement, promotion, or other activities designed to

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promote or encourage enrollment in the Arkansas Health Insurance Marketplace
 or the Arkansas Works Program.

(e)(1) Except as provided in subdivision (e)(2) of this section, the 3 4 publicly supported institutions of higher education shall not: 5 (A)(i) Except as provided in subdivision (e)(1)(A)(ii) of 6 this section, allocate, budget, expend, or utilize an appropriation 7 authorized by the General Assembly for the purpose of funding activities of 8 navigators, guides, certified application counselors, and certified licensed 9 producers under the Arkansas Health Insurance Marketplace Navigator, Guide, 10 and Certified Application Counselors Act, Arkansas Code § 23-64-601 et seq. 11 (ii) Subdivision (e)(1)(A)(i) of this section does 12 not apply to regulatory and training responsibilities related to navigators, 13 guides, certified application counselors, and certified licensed producers; 14 and

(B) Apply for or accept any funds, including without
limitation federal funds, for the purpose of funding activities of
navigators, guides, certified application counselors, and certified licensed
producers under the Arkansas Health Insurance Marketplace Navigator, Guide,
and Certified Application Counselors Act, Arkansas Code § 23-64-601 et seq.

20 (2) Subdivision (e)(1) of this section does not apply to
21 certified application counselors at health related institutions, including
22 without limitation the University of Arkansas for Medical Sciences.

(f) An appropriation authorized by the General Assembly shall not be subject to the provisions allowed through reallocation of resources or transfer of appropriation authority for the purpose of transferring an appropriation to any other appropriation authorized for a publicly supported institutions of higher education to be allocated, budgeted, expended, or utilized in a manner prohibited by this section.

(g) The provisions of this section are severable, and the invalidity of any subsection or subdivision of this section shall not affect other provisions of the section that can be given effect without the invalid provision.

33 (h) This section expires on June 30, 2018 2019.
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35 SECTION 44. COMPLIANCE WITH OTHER LAWS. Disbursement of funds
36 authorized by this act shall be limited to the appropriation for such agency

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and funds made available by law for the support of such appropriations; and the restrictions of the State Procurement Law, the General Accounting and Budgetary Procedures Law, the Revenue Stabilization Law, the Regular Salary Procedures and Restrictions Act, or their successors, and other fiscal control laws of this State, where applicable, and regulations promulgated by the Department of Finance and Administration, as authorized by law, shall be strictly complied with in disbursement of said funds.

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9 SECTION 45. LEGISLATIVE INTENT. It is the intent of the General 10 Assembly that any funds disbursed under the authority of the appropriations 11 contained in this act shall be in compliance with the stated reasons for 12 which this act was adopted, as evidenced by the Agency Requests, Executive 13 Recommendations and Legislative Recommendations contained in the budget 14 manuals prepared by the Department of Finance and Administration, letters, or 15 summarized oral testimony in the official minutes of the Arkansas Legislative 16 Council or Joint Budget Committee which relate to its passage and adoption. 17

18 <u>SECTION 46. EFFECTIVE DATE. This act is effective on and after July 1,</u> 19 <u>2018.</u> 20 21

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/s/Joint Budget Committee

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