

1 State of Arkansas
2 91st General Assembly
3 Regular Session, 2017
4

A Bill

SENATE BILL 437

5 By: Senator J. Hutchinson
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For An Act To Be Entitled

8 AN ACT TO REQUIRE LEGISLATIVE REVIEW OF
9 EXTRACURRICULAR ACTIVITY ORGANIZATIONS THAT RECEIVE
10 FUNDS FROM A PUBLIC SCHOOL DISTRICT AS A CONDITION OF
11 RECEIVING THOSE FUNDS; AND FOR OTHER PURPOSES.
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Subtitle

14 TO REQUIRE LEGISLATIVE REVIEW OF
15 EXTRACURRICULAR ACTIVITY ORGANIZATIONS
16 THAT RECEIVE FUNDS FROM A PUBLIC SCHOOL
17 DISTRICT AS A CONDITION OF RECEIVING
18 THOSE FUNDS.
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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 Title 6, Chapter 20, Subchapter 1, is amended
25 to add an additional section to read as follows:

26 6-20-108. Legislative Findings – Extracurricular activity
27 organizations subject to legislative review.

28 (a) The General Assembly finds that:

29 (1) The rules, regulations, and policies of extracurricular
30 activity organizations domiciled in the State of Arkansas that receive funds
31 from a public school district or funds derived from activities involving a
32 public school district impact the academic performance and general health and
33 well-being of public school students in this state; and

34 (2) It is the duty of the General Assembly to ensure that:

35 (A) The rules, regulations, and policies of these
36 organizations are beneficial to the public school students in this state and



1 the public school districts in which they are enrolled; and

2 (B) The use of public funds by these organizations is
3 transparent and in the best interest of the public school students in this
4 state and the public school districts in which they are enrolled.

5 (b) As a condition of the receipt of any funds from a public school
6 district, an extracurricular activity organization domiciled in the State of
7 Arkansas shall be subject to:

8 (1) An annual audit conducted by Arkansas Legislative Audit of
9 the expenditures and use of any funds the extracurricular activity
10 association receives from a public school district; and

11 (2) Approval by the Legislative Council of any rules,
12 regulations, or policies or amendments to rules, regulations, or policies of
13 the extracurricular activity organization that affect public school students
14 in this state and the public school districts in which they are enrolled.

15 (c) A public school district shall not disburse to an extracurricular
16 activity organization domiciled in the State of Arkansas any funds from the
17 public school district unless the extracurricular activity organization
18 complies with subsection (b) of this section.

19 (d) Arkansas Legislative Audit shall annually audit the expenditures
20 and use of any funds the extracurricular activity association receives from a
21 public school district.

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