| 1  | State of Arkansas         | As Engrossed: S4/7/25             |                          |
|----|---------------------------|-----------------------------------|--------------------------|
| 2  | 95th General Assembly     | A Bill                            |                          |
| 3  | Regular Session, 2025     |                                   | SENATE BILL 619          |
| 4  |                           |                                   |                          |
| 5  | By: Senator Irvin         |                                   |                          |
| 6  | By: Representative Walker |                                   |                          |
| 7  |                           |                                   |                          |
| 8  |                           | For An Act To Be Entitled         |                          |
| 9  | AN ACT CON                | CERNING THE FORMATION OF AN ISOLA | ATED SCHOOL              |
| 10 | DISTRICT;                 | TO ESTABLISH THE MEMBERSHIP OF AN | N ISOLATED               |
| 11 | SCHOOL DIS                | TRICT BOARD OF DIRECTORS; TO CREA | ATE A                    |
| 12 | FUNDING ME                | CHANISM FOR A NEWLY FORMED ISOLAT | ED SCHOOL                |
| 13 | DISTRICT;                 | TO DIRECT OWNERSHIP OF FACILITIES | 3 AND                    |
| 14 | PROPERTY O                | F ISOLATED SCHOOLS; AND FOR OTHER | PURPOSES.                |
| 15 |                           |                                   |                          |
| 16 |                           |                                   |                          |
| 17 |                           | Subtitle                          |                          |
| 18 | CONCE                     | ERNING THE FORMATION OF AN ISOLAT | ED                       |
| 19 | SCHOO                     | DL DISTRICT.                      |                          |
| 20 |                           |                                   |                          |
| 21 | BE IT ENACTED BY THE G    | ENERAL ASSEMBLY OF THE STATE OF A | ARKANSAS:                |
| 22 |                           |                                   |                          |
| 23 | SECTION 1. Arka           | nsas Code Title 6, Chapter 13, is | s amended to add an      |
| 24 | additional subchapter     | to read as follows:               |                          |
| 25 | Subc                      | chapter 18 — Isolated School Dist | <u>ricts</u>             |
| 26 |                           |                                   |                          |
| 27 | 6-13-1801. Isol           | ated school district — Formation. | <u>.</u>                 |
| 28 | <u>(a)(l) An isola</u>    | ted school may detach from a resu | ılting or receiving      |
| 29 | district if the isolat    | ed school submits a petition to t | the resulting or         |
| 30 | receiving school distr    | ict board of directors that state | es the intent to         |
| 31 | reestablish the origin    | al isolated school and that conta | gins the signatures of:  |
| 32 | <u>(A)</u>                | No less than three hundred fifty  | 7 (350) registered       |
| 33 | voters who reside with    | in the boundaries of the isolated | i school; or             |
| 34 | <u>(B)</u>                | No less than fifty-one percent (  | (51%) of the registered  |
| 35 | voters who reside with    | in the boundaries of the isolated | <u>i school.</u>         |
| 36 | <u>(2)(A) Th</u>          | e resulting or receiving school o | <u>listrict board of</u> |

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| 1  | directors shall request the county clerk of the county in which the resulting |
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| 2  | or receiving school district is located to verify the signatures submitted in |
| 3  | a petition under subdivision (a)(1) of this section within five (5) business  |
| 4  | days of receipt of a petition under subdivision (a)(1) of this section.       |
| 5  | (B) Upon request, a county clerk of the county in which                       |
| 6  | the resulting or receiving school district is located shall verify the        |
| 7  | signatures within five (5) days of receipt of a request from the resulting or |
| 8  | receiving school district board of directors under subdivision (a)(2)(A) of   |
| 9  | this section.   |
| 10 | (3) The resulting or receiving school district board of                       |
| 11 | directors shall review a petition submitted under subdivision (a)(1) of this  |
| 12 | section and call an election to be held on the issue of an isolated school    |
| 13 | detaching from a resulting or receiving district at the next annual school    |
| 14 | election.   |
| 15 | (b)(1) An isolated school district may be formed from an isolated             |
| 16 | school within a resulting or receiving district that was annexed or           |
| 17 | consolidated with another school district under the Public Education          |
| 18 | Reorganization Act, § 6-13-1601 et seq., following the submission and         |
| 19 | approval of a petition under subsection (a) of this section., following the   |
| 20 | submission and approval of a petition under subsection (a) of this section.   |
| 21 | (2) In order to qualify as an isolated school district, the                   |
| 22 | isolated school within a resulting or receiving district that was annexed or  |
| 23 | consolidated with another school district under the Public Education          |
| 24 | Reorganization Act, § 6-13-1601 et seq., shall have been in operation for     |
| 25 | kindergarten through grade twelve (K-12) within two (2) years of the date on  |
| 26 | which the isolated school applies under this subchapter.                      |
| 27 | (b) The minimum school enrollment to establish a new public school            |
| 28 | district shall not apply when forming an isolated school district under this  |
| 29 | subchapter.   |
| 30 |   |
| 31 | 6-13-1802. Isolated school district board of directors.                       |
| 32 | (a) An isolated school district shall be governed by a board of               |
| 33 | directors that consists of five (5) members who live within the boundaries of |
| 34 | the isolated school district.   |
| 35 | (b) The members of an isolated school district board of directors             |
| 36 | shall be elected by eligible voters residing within the boundaries of the     |

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1 isolated school district. 2 (c)(1) Each member of an isolated school district board of directors 3 shall be elected to serve a five-year term. 4 (2)(A) The initial members of an isolated school district board 5 of directors shall draw lots for terms from one (1) to five (5) years to 6 result in staggered terms. 7 (B) Each year thereafter, an annual school board election 8 shall be held to elect a member of an isolated school district board of 9 directors to fill an expiring term. 10 6-13-1803. Funding. 11 12 (a) An election within the boundaries of an isolated school district 13 shall be held to establish the millage rate for the isolated school district 14 as required under § 26-80-111. 15 (b) For purposes of funding calculations that utilize prior-year average daily membership, state funding aid for the first year of operation 16 17 of an isolated school district shall be based on the: 18 (1) Prior-year first three-quarters average daily membership of 19 the public school now proposed to operate as an isolated school district; or 20 (2) The average daily membership from two (2) years prior if the 21 public school proposed to operate as an isolated school district ceases 22 operations two (2) years before the isolated school district is formed. 23 (c) If an isolated school district begins operations at the beginning of the following school year after detaching from a local public school 24 25 under which the proposed isolated school district currently operates, the prior-year average daily membership of the isolated school shall be 26 27 subtracted from the prior-year average daily membership of the public school district under which the isolated school previously operated. 28 29

29 (d) An isolated school district shall be eligible for funding awarded 30 under § 6-20-601 et seq. and any additional funds based on a school 31 district's isolated status.

(e) An isolated school district shall be eligible for any current state funding available for public school districts and open-enrollment public charter schools.

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6-13-1804. Facilities and property.

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| 1  | (a)(1) A local public school district under which a proposed isolated         |
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| 2  | school district currently operates shall agree to release ownership of the    |
| 3  | isolated school's facilities and any accompanying debt on the facilities to   |
| 4  | the isolated school district.   |
| 5  | (2) The written release form required under subdivision (a)(1)                |
| 6  | of this section shall be signed by the president of the school district board |
| 7  | of directors of the local public school district under which the proposed     |
| 8  | isolated school district currently operates and shall be included in the      |
| 9  | application submitted by the proposed isolated school district.               |
| 10 | (b) Ownership of a school bus acquired with isolated school funds in          |
| 11 | the previous two (2) school years shall be transferred to the resulting       |
| 12 | isolated school district.   |
| 13 | (c) Isolated school funds received by the local public school district        |
| 14 | under which the proposed isolated school district currently operates within   |
| 15 | four (4) months of the end of the public school district's fiscal year on     |
| 16 | June 30 shall be transferred to the resulting isolated school district.       |
| 17 | (d) Ownership of all furnishings, equipment, textbooks, computers,            |
| 18 | technology, phone systems, audio-video systems, athletic equipment, and       |
| 19 | machinery at an isolated school currently operating within a local school     |
| 20 | district shall be transferred to the resulting isolated school district.      |
| 21 |   |
| 22 | 6-13-1805. Management.  |
| 23 | An isolated school district shall be managed by:                              |
| 24 | (1) A director hired by the isolated school district;                         |
| 25 | (2) A director appointed by the Division of Elementary and                    |
| 26 | Secondary Education to oversee operations of all isolated school districts in |
| 27 | the state; or   |
| 28 | (3) Any other director or superintendent the division appoints                |
| 29 | to the isolated school district.  |
| 30 |   |
| 31 | /s/Irvin  |
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