



SB10 GL #25

STATE OF ARKANSAS
SARAH HUCKABEE SANDERS
GOVERNOR

March 10, 2026

Senator Jonathan Dismang, Co-Chair
Representative Lane Jean, Co-Chair
Joint Budget Committee
Arkansas General Assembly
State Capitol Building
Little Rock, AR 72201

Dear Co-Chairs:

I respectfully request the following amendments to the 2026-2027 Operations Appropriation Bill for the Department of Commerce - Division of Workforce Services.

Immediately following SECTION 14, please insert the following section and renumber accordingly:

SECTION XX. APPROPRIATION - DIVISION OF WORKFORCE SERVICES - UNEMPLOYMENT INSURANCE MODERNIZATION. There is hereby appropriated, to the Department of Commerce, to be payable from the Division of Workforce Services Unemployment Insurance Administration Fund, for personal services and operating expenses of the Department of Commerce - Division of Workforce Services - Unemployment Insurance Modernization for the fiscal year ending June 30, 2027, the following:

| Item No. | Fiscal Year 2026-2027 |
|--|--------------------------|
| <u>(01) UNEMPLOYMENT INSURANCE MODERNIZATION</u> | <u>\$10,000,000</u> |

This request establishes appropriation to improve technology systems and hardware utilized in the administration of the unemployment insurance program.

Immediately following SECTION 40, please insert the following section and renumber accordingly:

SECTION XX. APPROPRIATION - ADULT EDUCATION - CASH. There is hereby appropriated, to the Department of Commerce, to be payable from the cash fund deposited in the State Treasury as determined by the Chief Fiscal Officer of the State, for personal services and operating expenses of the Department of Commerce - Division of Workforce Services - Adult Education - Cash for the fiscal year ending June 30, 2027, the following:

| Item No. | Fiscal Year |
|-------------------------------------|--|
| <u>(01) ADULT EDUCATION PROGRAM</u> | <u>2026-2027</u> <u>\$2,500,000</u> |

This request establishes appropriation to support the workforce related activities for the Adult Education Program.

Thank you for your consideration.

Sincerely,



Sarah Huckabee Sanders
Governor of Arkansas

ARKANSAS SENATE
95th General Assembly - Fiscal Session, 2026
Amendment Form

DRAFT

Subtitle of Senate Bill 10

AN ACT FOR THE DEPARTMENT OF COMMERCE - DIVISION OF WORKFORCE
SERVICES APPROPRIATION FOR THE 2026-2027 FISCAL YEAR.

Amendment No. ___ to Senate Bill 10

Amend Senate Bill 10 as originally introduced:

On page 9, immediately following SECTION 14, insert the following SECTION:

" SECTION 15. APPROPRIATION - DIVISION OF WORKFORCE SERVICES - UNEMPLOYMENT INSURANCE MODERNIZATION. There is hereby appropriated, to the Department of Commerce, to be payable from the Division of Workforce Services Unemployment Insurance Administration Fund, for personal services and operating expenses of the Department of Commerce - Division of Workforce Services - Unemployment Insurance Modernization for the fiscal year ending June 30, 2027, the following:

| ITEM NO. | FISCAL YEAR 2026-2027 |
|---|--------------------------|
| (01) UNEMPLOYMENT INSURANCE MODERNIZATION | \$10,000,000" |

AND

On page 21, immediately following SECTION 40, insert the following SECTION:

" SECTION 41. APPROPRIATION - ADULT EDUCATION - CASH. There is hereby appropriated, to the Department of Commerce, to be payable from the cash fund deposited in the State Treasury as determined by the Chief Fiscal Officer of the State, for personal services and operating expenses of the Department of Commerce - Division of Workforce Services - Adult Education - Cash for the fiscal year ending June 30, 2027, the following:

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CJW033 - 04-08-2026 09:54:16

Page 1 of 3

| ITEM NO. | FISCAL YEAR 2026-2027 |
|------------------------------|--------------------------|
| (01) ADULT EDUCATION PROGRAM | \$2,500,000" |

AND

Page 34, immediately following SECTION 62, add an additional section to read as follows:

" SECTION 63. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL, AND TEMPORARY LAW. TRANSITIONAL AUTHORITY - VOCATIONAL REHABILITATION SERVICES.

(a) For the fiscal year ending June 30, 2027, the appropriations, positions, and related funding associated with vocational rehabilitation services shall be utilized in a manner that supports the planned consolidation of services, subject to existing appropriation authority and applicable law.

(b) Notwithstanding any other provision of law, the Division of Workforce Services, through Arkansas Rehabilitation Services, is authorized during the transition period to:

(1) Submit amendments to Arkansas's vocational rehabilitation services portion of the Workforce Innovation and Opportunity Act Unified or Combined State Plan;

(2) Represent to the United States Department of Education and other appropriate federal agencies that Arkansas intends to operate as a combined vocational rehabilitation agency;

(3) Undertake planning, coordination, and other administrative actions necessary to obtain federal approval for the transition to a combined vocational rehabilitation agency structure; and

(4) Take any action before the effective date of any statutory amendments necessary to fully implement the consolidation of vocational rehabilitation services.

(c)(1) To ensure compliance with the Rehabilitation Act of 1973, 29 U.S.C. § 701 et seq., as it existed on January 1, 2025:

(A) The Division of Workforce Services shall serve as the designated state agency; and

(B) Arkansas Rehabilitation Services shall serve as the designated state agency for the administration of vocational rehabilitation services under the Workforce Innovation and Opportunity Act, 29 U.S.C. § 3101 et seq., as it existed on January 1, 2025.

(2) Services to individuals who are blind or visually impaired shall continue to be provided through a distinct organizational unit within Arkansas Rehabilitation Services, to be known as the Office of Blind Services, in a manner consistent with federal law, and ensuring the provision of specialized and comprehensive services.

(d) The authority granted under this section:

(1) Is limited to actions necessary for fiscal alignment, federal planning, submission, approval, and transition coordination; and

(2) Shall not, by itself, effectuate the transfer of statutory authority, programs, appropriations, positions, or funding except as otherwise authorized by law or by further action of the General Assembly.

(e) This section is intended to ensure the continuity of services and funding, and it shall not be construed to interrupt services or federal funding.

(f) All actions taken under this section shall:

(1) Preserve services for individuals who are blind or visually impaired;

(2) Maintain eligibility for all federal vocational rehabilitation funding;

(3) Protect maintenance-of-effort requirements; and

(4) Ensure uninterrupted service delivery to current and future program participants.

(g) This section shall be in effect only from July 1, 2026, through June 30, 2027.”

AND

Appropriately renumber all the SECTION numbers of the bill.

The Amendment was read the first time, rules suspended and read the second time and _____

By: Joint Budget Committee
CJW/CJW - 04-08-2026 09:54:16
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Secretary