

State of Arkansas
92nd General Assembly
Regular Session, 2019

A Bill

HOUSE BILL 1735

By: Representative A. Collins

For An Act To Be Entitled

AN ACT TO AMEND THE MUNICIPAL AID FUND; TO AMEND THE DISTRIBUTION OF REVENUES IN THE MUNICIPAL AID FUND; TO TAKE COMMUTER TRAFFIC INTO ACCOUNT IN DISTRIBUTING REVENUES IN THE MUNICIPAL AID FUND; AND FOR OTHER PURPOSES.

Subtitle

TO AMEND THE MUNICIPAL AID FUND; TO AMEND THE DISTRIBUTION OF REVENUES IN THE MUNICIPAL AID FUND; AND TO TAKE COMMUTER TRAFFIC INTO ACCOUNT IN DISTRIBUTING REVENUES IN THE MUNICIPAL AID FUND.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:

SECTION 1. Arkansas Code § 19-5-601(c)(1)-(3), concerning the Municipal Aid Fund, are amended to read as follows:

(c)(1)(A) All of the general revenues and the special revenues shall be distributed within ten (10) days after the close of each calendar month to the respective cities of the first ~~and~~ class, cities of the second class, and incorporated towns.

(B)(i) General revenues shall be distributed on the basis of residential population, which shall be determined according to the most recent federal decennial or special census.

~~(2)(ii)~~ (ii) The amount of general revenues to be apportioned to each ~~such~~ city or incorporated town is to be in the proportion that each residential population bears to the total residential population of



all ~~such~~ cities and incorporated towns.

(2)(A) Special revenues shall be distributed on the basis of daytime population, which shall be calculated by:

(i) Adding the residential population of the city or incorporated town and the total number of persons working in the city or incorporated town; and

(ii) Subtracting the total number of persons who both live in the city or incorporated town and work in the city or incorporated town.

(B) The total number of persons who work in a city or incorporated town and the total number of persons who live in an incorporated city or town shall be determined using the Census Transportation Planning Products of the United States Department of Transportation.

(C) The amount of special revenues to be apportioned to each city or incorporated town is to be in the proportion that each daytime population bears to the total daytime population of all cities and incorporated towns.

(3) In the event of an annexation, the residential population of the annexed area, as certified by the United States Bureau of the Census ~~of the Department of Commerce~~, the number of persons working in the annexed area, and the number of persons who both reside and work in the annexed area may be added to the ~~most recent federal decennial or special census~~ residential population and the daytime population of the annexing municipality.

SECTION 2. Arkansas Code § 19-5-601(e), concerning the Municipal Aid Fund, is amended to read as follows:

(e) In the event that the United States Bureau of the Census ~~of the Department of Commerce~~ determines that the residential population or the daytime population for a municipality is more than was originally certified or determined in the decennial census or any part of the residential population or the daytime population for a municipality was incorrectly assigned to another municipality and a census count correction or a correction to the designated municipality is received from the United States Bureau of the Census by the appropriate officials of the state, the Treasurer of State shall determine the amount of general and special revenue that the

municipality should have received based upon the corrected census count. Such amounts are to be submitted to the Arkansas State Claims Commission for inclusion in the appropriation bill requested from the General Assembly for approved claims.