

**REPORT OF THE  
SUBCOMMITTEE ON PERFORMANCE EVALUATION AND EXPENDITURE REVIEW  
(PEER)  
OF THE ARKANSAS LEGISLATIVE COUNCIL**

**March 18, 2016**

Mr. Chairmen:

Your Subcommittee on Performance Evaluation and Expenditure Review (PEER) met on March 15, 2016, and after having reviewed the following items, reports that the Subcommittee's review and/or approval is complete.

**A. Cash Fund Appropriation Increase Requests**

1. Parole Board - \$10,602

**B. Items Approved**

1. Set-Aside Funding Release Request
  - a. State Police - \$9,995,490
2. Appropriation Transfer
  - a. Department of Education -
    - \$1,081,000 Total - \$950,000 from School Funding Contingency to Smart Start/Smart Step; \$131,000 from Student Growth to Declining Enrollment
    - \$362,550 Total Educational Renewal Zone to Grants & Aids - \$290,360 from Professional Fees; \$61,910 from Operating Expenses; and \$10,280 from Conference Fees & Travel
3. Reallocation of Resources
  - a. Department of Human Services - (See Attachment 1)

**C. Budget Classification Transfer Requests**

1. Military Department - \$58,500 Total from Operating Expenses. \$8,500 to Professional Fees and \$50,000 to Capital Outlay
2. Claims Commission - \$3,000 from Conference & Travel Expenses to Operating Expenses
3. Fair Housing Commission - \$50,000 from Operating Expenses to Conference & Travel Expenses
4. Military Department - \$2,400 from Conference & Travel Expenses to Operating Expenses
5. Professional Bail Bondsman Licensing Board - \$2,000 from Operating Expenses to Professional Fees

**D. Miscellaneous Federal Grant Appropriation Requests**

1. Department of Education-Child Nutrition - \$20,000,000 - **HOLD**
2. Department of Arkansas Heritage-AAC Federal Program - \$622,900
3. Insurance Department-SHIP - \$73,932

**E. Contracts Between State Agencies**

1. Human Services Department, Aging & Adult Services with UAMS Child Sexual Abuse - Amendment 3 - \$149,253
2. Human Services Department, Behavioral Health with University of Arkansas at Little Rock - Amendment 1 - \$60,000
3. Human Services Department, Behavioral Health with UAMS AHEC Family Medical Clinic - Amendment 3 - \$10,000
4. Human Services Department, Developmental Disabilities with U of A at Fayetteville - Amendment 1 - \$533,970
5. Human Services Department, Developmental Disabilities with UALR - Amendment 1 - \$24,872.22
6. Human Services Department, Developmental Disabilities with UAMS Department of Pediatrics - Amendment 2 - \$809,353
7. Human Services Department, Youth Services with UAMS, Department of Pediatrics - Amendment 1 - \$342,183
8. Veterans Affairs with UAMS Northwest - \$42,000
9. Workforce Services with University of Central Arkansas - \$845,203

**F. Pay Plan Holding Account**  
(See Attachment 2)

**G. Appropriation Transfer Request**

Treasurer of State - \$50,000 from Capital Outlay to Professional Fees & Services for legal fees.

Respectfully submitted by Subcommittee Co-Chairs, Senator Bruce Maloch and Representative David Meeks.

**DEPARTMENT OF HUMAN SERVICES  
TRANSFER REQUEST SUMMARY  
FISCAL YEAR 2016**

	<u>DIRECTOR'S OFFICE</u>	<u>CHIEF COUNSEL</u>	<u>AGING &amp; ADULT SERVICES</u>	<u>CHILDREN &amp; FAMILY SERVICES</u>	<u>CHILD CARE SERVICES</u>	<u>BEHAVIORAL HEALTH SERVICES</u>	<u>MEDICAL SERVICES</u>	<u>COUNTY OPERATIONS</u>	<u>ADMIN. SERVICES</u>	<u>DEV. DISABILITIES SERVICES</u>	<u>SERVICES FOR THE BLIND</u>	<u>COMMUNITY SERVICES</u>	<u>YOUTH SERVICES</u>	<u>TOTAL</u>
APPROPRIATION TRANSFERS														
A. WITHIN DIVISIONS														
PROFESSIONAL FEES & SERVICES									(35,000)					(35,000)
CAPITAL OUTLAY									35,000					35,000
DATA PROCESSING SERVICES							2,000,000							2,000,000
DCC DEVELOPMENT DISCRETIONARY					7,000,000									7,000,000
DCC FOOD PROGRAM					(14,000,000)									(14,000,000)
DCC CHILDCARE GRANTS					7,000,000									7,000,000
DMS HOSPITAL/MEDICAL							(40,000,000)							(40,000,000)
DMS PRESCRIPTION DRUGS							50,000,000							50,000,000
DMS PRIVATE NURSING HOME							(2,000,000)							(2,000,000)
DMS ARKIDS B PROGRAM							(10,000,000)							(10,000,000)
A. TOTAL	0	0	0	0	0	0	0	0	0	0	0	0	0	0
B. BETWEEN DIVISIONS														
REGULAR SALARIES		178,783	(178,783)			(1,275,000)								(1,275,000)
EXTRA HELP				160,000					25,000					185,000
PERSONAL SERVICES MATCHING		61,217	(61,217)			(530,000)								(530,000)
OPERATING EXPENSE		49,500	(49,500)					3,000,000	200,000					3,200,000
CONFERENCE FEES & TRAVEL		500	(500)											0
PROFESSIONAL FEES & SERVICES						(700,000)								(700,000)
CAPITAL OUTLAY						(900,000)								(900,000)
DATA PROCESSING SERVICES									300,000					300,000
DBH GRANTS/PATIENT SERVICES						(3,900,000)								(3,900,000)
DBH MH CENTER TRANSFER						(2,575,000)								(2,575,000)
DBH ALCOHOL AND DRUG ABUSE PREVENTION						(1,750,000)								(1,750,000)
DBH COMM. ALCOHOL SAFETY- GRANTS						(915,000)								(915,000)
DBH MENTAL HEALTH GRANTS						(2,180,000)								(2,180,000)
DBH ACUTE MENTAL HEALTH SERV-per CAPITA						(3,070,000)								(3,070,000)
DBH COMMUNITY MH CENTERS						(1,770,000)								(1,770,000)
DCFS STATE RESIDENTIAL TREATMENT				375,188										375,188
DCFS STATE FOSTER CARE				5,702,730										5,702,730
DCFS TANF/FOSTER CARE				9,802,082										9,802,082
B. TOTAL	0	290,000	(290,000)	16,040,000	0	(19,565,000)	0	3,000,000	525,000	0	0	0	0	0
FUND TRANSFERS														
DAAS FUND			(96,667)											(96,667)
DCC FUND		96,667												96,667
TOTAL FUND TRANSFERS	0	96,667	(96,667)	0	0	0	0	0	0	0	0	0	0	0
POSITION TRANSFERS														
TRANSFERS OUT		(1)	(4)			(1)			(3)					(9)
TRANSFERS IN		5	2			1			1					9
TOTAL POSITION TRANSFERS	0	4	(2)	0	0	0	0	0	(2)	0	0	0	0	0

TRANSFER 2 OF 2

**Authority-Section 17(d), Act 928 of 2015**

PREPARED BY: DFA - OFFICE OF BUDGET

16-Mar-16

<u>BUSINESS AREA</u>	<u>AGENCY</u>	MERIT ADJUSTMENT FUND/PAY PLAN HOLDING ACCOUNT TRANSFERS FOR FY16 - March PEER							<u>REASON FOR TRANSFER</u>
		<u>FISCAL YEAR</u>	<u>MERIT ADJUSTMENT FUND</u>	<u>PAY PLAN HOLDING ACCOUNT</u>	<u>DATE OF TRANSFER</u>	<u>AMOUNT OF APPROPRIATION TRANSFER</u>	<u>EMERGENCY APPROVED BY CFO</u>	<u>PENDING ALC REVIEW</u>	
228	Examiners Counseling Board	16		X		\$ 45,000.00		X	Additional Regular Salary appropriation is needed to meet payroll due to agency receiving a Central Growth Pool position in FY16.
241	Judicial Discipline & Disability Commission	16		X		\$ 4,600.00		X	Additional Regular Salaries and Personal Services Matching appropriation is required due to salary adjustments during FY2016 and 1% Cost of Living Adjustment.
246	Arkansas State Board of Physical Therapy	16		X		\$ 5,000.00		X	Additional Regular Salaries and Personal Services Matching appropriation is required due to salary adjustments during FY2016 and 1% Cost of Living Adjustment.
280	State Board of Optometry	16		X		\$ 26,400.00		X	Additional appropriation needed due to pay plan adjustments and retirement lump sum payments.
292	Examiners in Speech Pathology & Audiology Board	16		X		\$ 4,500.00		X	Additional Personal Service Match appropriation is needed to meet payroll due to leave payout for a retired employee.
295	Spinal Cord Commission	16		X		\$ 2,300.00		X	The agency received a growth pool position during the 2013-15 biennium and budgeted it in the wrong fund center for FY15. This caused the Regular Salaries and Personal Services Matching appropriation to be short in the 2015-17 biennium. The agency has had some turnover and will have some salary savings, but will still run short in Personal Series Matching.
338	War Memorial Stadium Commission	16		X		\$ 15,400.00		X	Additional Regular Salaries and Personal Services Matching appropriation is required due to salary adjustments during FY2016 and 1% Cost of Living Adjustment.
385	Arkansas Department of Veteran Affairs	16		X		\$ 455,000.00		X	The agency requests additional appropriation in Regular Salaries, Personal Services Matching and Overtime due to growth pool positions for the Fayetteville and North Little Rock Veterans Homes.
400	Arkansas Agriculture Department	16		X		\$ 72,300.00		X	Additional extra help appropriation needed for firefighters and pilots due to increased demand during the dry fall season and the potential of a dry spring. Additional Regular Salaries and Personal Services Matching appropriation is required due to salary adjustments during FY2016 and 1% Cost of Living Adjustment.
490	Assessment Coordination Department	16		X		\$ 195,000.00		X	Additional Regular Salaries and Personal Services Matching appropriation is required due to labor market adjustments and 1% Cost of Living Adjustment.
500	Department of Education	16		X		\$ 160,000.00		X	Additional Regular Salaries and Personal Services Matching appropriation is required due to salary adjustments during FY2016 and 1% Cost of Living Adjustment.
665	Health Services Permit Agency	16		X		\$ 53,000.00		X	The additional appropriation request is needed due to Executive Order 15-19. The Executive Order moved the AR Governor Developmental Disabilities Council from under the Health Services Permit Agency to the Department of Finance and Administration (for oversight, etc.). As a result, the agency is now responsible for 100% of expenditures, whereas previously, all administration/operational expenses and one employee position were shared expenses.
870	Department of Arkansas Heritage- Arts Council	16		X		\$ 3,600.00		X	Additional Regular Salaries and Personal Services Matching appropriation is required due to salary adjustments during FY2016 and 1% Cost of Living Adjustment.
880	Department of Arkansas Heritage- Natural Heritage	16		X		\$ 1,400.00		X	Additional Personal Services Matching appropriation is required due to salary adjustments during FY2016 and 1% Cost of Living Adjustment.
885	Department of Arkansas Heritage- Arkansas Historic Museum	16		X		\$ 1,000.00		X	Additional Regular Salaries appropriation is required due to salary adjustments during FY2016 and 1% Cost of Living Adjustment.
900	Department of Parks and Tourism	16		X		\$ 850,000.00		X	Additional Regular Salaries and Personal Services Matching appropriation is required due to salary adjustments during FY2016, 1% Cost of Living Adjustment and reallocation of extra help positions.
950	Arkansas Commission on Law Enforcement Standards and Training	16		X		\$ 16,000.00		X	Agency needs additional Regular Salaries and Personal Services Matching appropriation due to employee salary adjustments that occurred in FY15.
975	State Military Department	16		X		\$ 8,000.00		X	Additional Extra Help appropriation is needed to maintain the grounds maintenance of Camp Robinson and to collect the permit fees at gate again.
990	Arkansas Crime Information Center	16		X		\$ 5,300.00		X	Agency needs additional Regular Salaries appropriation due to FY16 1% Cost of Living Adjustment and a one time payment back to the retirement system.
995	Arkansas Department Of Emergency Management	16		X		\$ 2,750.00		X	Agency needs additional Regular Salaries and Personal Services Matching Appropriations due to current employee salary adjustments that occurred in FY15 and FY16 1% Cost of Living Adjustment.
						\$ 1,926,550.00			