



GL.7

STATE OF ARKANSAS
ASA HUTCHINSON
GOVERNOR

February 12, 2018

Senator Larry Teague, 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 amendment to SB65, the 2018-2019 Operations Appropriation Bill for the Arkansas Economic Development Commission, as follows:

Please amend SECTION 5. APPROPRIATION – STATE OPERATIONS.

ITEM NO.	FISCAL YEAR	
	2018-2019	
(06) GLOBAL BUSINESS INITIATIVES	600,000	<u>900,000</u>
TOTAL AMOUNT APPROPRIATED	<u>\$16,419,275</u>	<u>\$16,719,275</u>

This additional appropriation will accommodate projected increases in foreign contracts.

Please insert the following two (2) new SECTIONS and renumber accordingly:

SECTION 29. APPROPRIATION – MINORITY AND WOMEN-OWNED BUSINESS ENTERPRISE LOAN MOBLIZATION. There is hereby appropriated, to the Arkansas Economic Development Commission, to be payable from the Minority and Women-Owned Business Loan Mobilization Revolving Fund, for promotion and development of minority and women-owned business enterprises in the state, increasing the ability of minority and women-owned business enterprises to compete for state contracts, and sustaining the economic growth of minority and women-owned business enterprises for the fiscal year ending June 30, 2019, the following:

Senator Larry Teague, Co-Chair
Representative Lane Jean, Co-Chair
Page 2

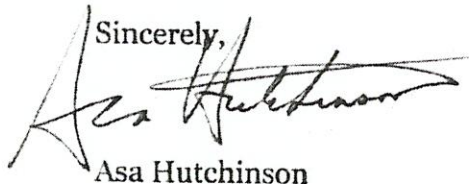
ITEM NO.	FISCAL YEAR 2018-2019
(01) MINORITY AND WOMEN-OWNED BUSINESS ENTERPRISE MOBLIZATION	<u>\$500,000</u>

SECTION 53. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. FUND TRANSFER PROVISION. A sum not to exceed \$500,000 may be transferred from the Arkansas Economic Development Commission Fund Account to the Minority and Women-Owned Business Loan Mobilization Revolving Fund for the Minority and Women-Owned Business Enterprise Loan Mobilization appropriations contained herein. Any remaining funds shall be carried forward and made available for the same purpose for the following fiscal year. Such transfer request shall be made by the Director to the Chief Fiscal Officer of the State, and upon his approval and prior review of the Arkansas Legislative Council or Joint Budget Committee, said transfer shall be made on his books and those of the Treasurer of the State and the Auditor of the State.

The provisions of this section shall be in effect only from July 1, 2018 through June 30, 2019.

Provisions of Act 1080 of 2017 expanded the Minority Business Economic Development Act to include women-owned business enterprises. This request provides for the use of operational savings to respond to the expanded eligibility for the program.

I appreciate your consideration of this matter.

Sincerely,

Asa Hutchinson

AH:db:es

ARKANSAS SENATE
91st General Assembly - Fiscal Session, 2018
Amendment Form

DRAFT

Subtitle of Senate Bill No. 65

AN ACT FOR THE ARKANSAS ECONOMIC DEVELOPMENT COMMISSION APPROPRIATION FOR THE
2018-2019 FISCAL YEAR.

Amendment No. ____ to Senate Bill No. 65

Amend Senate Bill No. 65 as originally introduced:

Page 4, line 24, delete "600,000" and substitute "900,000"

and

Page 4, line 31, delete "\$16,419,275" and substitute "\$16,719,275"

and

Page 5, line 25, delete "2018" and substitute "2019"

and

Page 15, insert the following SECTIONS immediately following SECTION 28 to read as follows:

" SECTION 29. APPROPRIATION - MINORITY AND WOMEN-OWNED BUSINESS ENTERPRISE LOAN MOBILIZATION. There is hereby appropriated, to the Arkansas Economic Development Commission, to be payable from the Minority and Women-Owned Business Loan Mobilization Revolving Fund, for promotion and development of minority and women-owned business enterprises in the state, increasing the ability of minority and women-owned business enterprises to compete for state contracts, and sustaining the economic growth of minority and women-owned business enterprises for the fiscal year ending June 30, 2019, the following:

ITEM NO.	FISCAL YEAR 2018-2019
(01) MINORITY AND WOMEN-OWNED BUSINESS ENTERPRISE MOBILIZATION	<u>\$ 500,000</u>

SECTION 30. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. FUND

DRAFT

MAH104 - 02-14-2018 10:12:17

Page 1 of 2

TRANSFER PROVISION. As requested from time to time by the Director of the Arkansas Economic Development Commission, the Chief Fiscal Officer may transfer on his books and those of the State Treasurer and the Auditor of the State, the sum not to exceed five hundred thousand dollars (\$500,000) from the Arkansas Economic Development Commission Fund Account to the Minority and Women-Owned Business Loan Mobilization Revolving Fund, to provide funds for the Minority and Women-Owned Business Enterprise Loan Mobilization appropriation herein.

The provisions of this section shall be in effect only from July 1, 2018 through June 30, 2019.

SECTION 31. NOT TO BE INCORPORATED INTO THE ARKANSAS CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. CARRY FORWARD – MINORITY AND WOMEN-OWNED BUSINESS LOAN MOBILIZATION REVOLVING FUND. Any unexpended balance of funds for the Minority and Women-Owned Business Enterprise Loan Mobilization appropriation which remain at the close of each state fiscal year shall be carried forward to the next state fiscal year to be used for the same intent and purposes as set forth in law.

The provisions of this section shall be in effect only from July 1, 2018 through June 30, 2019."

and

Appropriately renumber the subsequent SECTION numbers of the bill.

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

By: Joint Budget Committee

MAH/MAH - 02-14-2018 10:12:17

MAH104

Secretary

State of Arkansas
91st General Assembly
Fiscal Session, 2018

A Bill

SENATE BILL 65

By: Joint Budget Committee

For An Act To Be Entitled

AN ACT TO MAKE AN APPROPRIATION FOR PERSONAL SERVICES
AND OPERATING EXPENSES FOR THE ARKANSAS ECONOMIC
DEVELOPMENT COMMISSION FOR THE FISCAL YEAR ENDING
JUNE 30, 2019; AND FOR OTHER PURPOSES.

Subtitle

AN ACT FOR THE ARKANSAS ECONOMIC
DEVELOPMENT COMMISSION APPROPRIATION FOR
THE 2018-2019 FISCAL YEAR.

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

SECTION 1. REGULAR SALARIES. There is hereby established for the
Arkansas Economic Development Commission for the 2018-2019 fiscal year, the
following maximum number of regular employees.

Item No.	Class Code	Title	Maximum No. of Employees	Maximum Annual Salary Rate Fiscal Year 2018-2019
(1)	U055U	AEDC DIRECTOR	1	GRADE SE04
(2)	U105U	AEDC DEP DIR FINANCE & ADMIN	1	GRADE SE01
(3)	U059U	AEDC DEPUTY DIRECTOR	1	GRADE SE01
(4)	U063U	AEDC EXEC VP MRKT & COMMUNICATIONS	1	GRADE SE01
(5)	D012C	DATABASE SPECIALIST	1	GRADE IT08
(6)	D007C	INFORMATION SYSTEMS MANAGER	1	GRADE IT08
(7)	D029C	SENIOR GIS ANALYST	1	GRADE IT07



employees, when needed, at rates of pay not to exceed those provided in the Uniform Classification and Compensation Act, or its successor, or this act for the appropriate classification.

SECTION 5. APPROPRIATION - STATE OPERATIONS. There is hereby appropriated, to the Arkansas Economic Development Commission, to be payable from the Arkansas Economic Development Commission Fund Account, for personal services, operating expenses, grants and aid, and state matching funds of the Arkansas Economic Development Commission - State Operations for the fiscal year ending June 30, 2019, the following:

ITEM	FISCAL YEAR
NO.	2018-2019
(1) REGULAR SALARIES	\$4,217,303
(2) EXTRA HELP	30,000
(3) PERSONAL SERVICES MATCHING	1,323,948
(4) MAINT. & GEN. OPERATION	
(A) OPER. EXPENSE	1,548,238
(B) CONF. & TRAVEL	141,486
(C) PROF. FEES	1,765,000
(D) CAP. OUTLAY	100,000
(E) DATA PROC.	0
(5) ECONOMIC INFRASTRUCTURE/REGIONALISM GRANTS	1,000,000
(6) GLOBAL BUSINESS INITIATIVES	600,000 900,000
(7) MILITARY AFFAIRS GRANT PROGRAM	750,000
(8) INDUSTRY TRAINING PROGRAM	1,714,800
(9) FOR STATE MATCHING OF FEDERAL FUNDS	228,500
(10) OFFICE OF TRANSFORMATION EXPENSES	1,000,000
(11) SMALL BUSINESS INNOVATIVE RESEARCH	
MATCHING GRANT	<u>2,000,000</u>
TOTAL AMOUNT APPROPRIATED	<u>\$16,419,275 \$16,719,275</u>

SECTION 6. APPROPRIATION - COMMUNITY ASSISTANCE (CDBG) - FEDERAL.

There is hereby appropriated, to the Arkansas Economic Development Commission, to be payable from the federal funds as designated by the Chief Fiscal Officer of the State, for personal services, operating expenses, and

grants and aid by the Arkansas Economic Development Commission - Community Assistance (CDBG) - Federal for the fiscal year ending June 30, 2019, the following:

ITEM	FISCAL YEAR
NO.	2018-2019
(01) REGULAR SALARIES	\$302,843
(02) PERSONAL SERVICES MATCHING	102,504
(03) MAINT. & GEN. OPERATION	
(A) OPER. EXPENSE	60,600
(B) CONF. & TRAVEL	25,000
(C) PROF. FEES	70,000
(D) CAP. OUTLAY	0
(E) DATA PROC.	0
(04) GRANTS/AIDS - CDBG	27,500,000
(05) STORM RECOVERY GRANTS	7,579,614
(06) FLOOD RECOVERY GRANTS	<u>615,710</u>
TOTAL AMOUNT APPROPRIATED	<u>\$36,256,271</u>

SECTION 7. APPROPRIATION - TECHNOLOGY ACCELERATION PROGRAM. There is hereby appropriated, to the Arkansas Economic Development Commission, to be payable from the Technology Acceleration Fund, for investment incentives to enhance the economy of the state through technology development of the Arkansas Economic Development Commission - Technology Acceleration Program for the fiscal year ending June 30, 2018, the following:

2019

ITEM	FISCAL YEAR
NO.	2018-2019
(01) TECHNOLOGY ACCELERATION PROGRAM	<u>\$30,000,000</u>

SECTION 8. APPROPRIATION - SUPER PROJECTS. There is hereby appropriated, to the Arkansas Economic Development Commission, to be payable from the Economic Development Superprojects Project Fund, for Super Projects as defined by Amendment 82 to the Arkansas Constitution for the Arkansas Economic Development Commission - Super Projects for the fiscal year ending June 30, 2019, the following:

(1) PERSONAL SERVICES, MAINTENANCE AND
OPERATING EXPENSES AND GRANTS \$25,000,000

SECTION 28. APPROPRIATION - ARKANSAS ECONOMIC DEVELOPMENT COMMISSION -
RURAL SERVICES - FISH AND WILDLIFE CONSERVATION EDUCATION PROGRAM. There is
hereby appropriated, to the Rural Services Division of the Arkansas Economic
Development Commission, to be payable from the cash fund deposited in the
State Treasury as determined by the Chief Fiscal Officer of the State, for
grants for the Fish and Wildlife Conservation Education Program of the
Arkansas Economic Development Commission for the fiscal year ending June 30,
2019, the following:

ITEM	FISCAL YEAR
NO.	2018-2019
(1) FISH AND WILDLIFE CONSERVATION EDUCATION GRANTS AND AID	<u>\$800,000</u>

SECTION 29. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. INDUSTRY
TRAINING PROGRAM EXPENSES. The Arkansas Economic Development Commission
(AEDC) may utilize Industry Training Program (ITP) appropriation and funds
for personal services, operating expenses, grants and aid, capital
acquisition, and other appropriate purposes to provide industry-specific
training opportunities. AEDC shall submit a quarterly report of industry
training activities to the Governor and the Legislative Council or Joint
Budget Committee.

The provisions of this section shall be effect only from July 1, ~~2017~~
2018 through July 1, ~~2018~~ 2019.

SECTION 30. SPECIAL LANGUAGE. NOT TO BE INCORPORATED INTO THE ARKANSAS
CODE NOR PUBLISHED SEPARATELY AS SPECIAL, LOCAL AND TEMPORARY LAW. FOREIGN
OFFICE OPERATIONS. The Arkansas Economic Development Commission is hereby
authorized to enter into contractual arrangements with private and/or public
companies, corporations, individuals or organizations for the purpose of
operating foreign offices. Arkansas Code 15-4-210 shall not be deemed
restrictive in its language so as to preclude the use of standard